

**KULIM (MALAYSIA) BERHAD**  
**(COMPANY NO: 23370-V)**  
**CONDENSED CONSOLIDATED INCOME STATEMENT**  
**FOR THE 12 MONTHS ENDED 31 DECEMBER 2008**

		INDIVIDUAL QUARTER		CUMULATIVE QUARTERS	
		1 OCT - 31 DEC	1 OCT - 31 DEC	1 JAN - 31 DEC	1 JAN - 31 DEC
		2008 RM'000	2007 RM'000	2008 RM'000	2007 RM'000
REVENUE	A8	788,335	866,786	3,866,149	2,741,489
EXPENSES EXCLUDING FINANCE COST & TAX		(755,128)	(646,710)	(3,320,159)	(2,396,589)
OTHER OPERATING INCOME / (LOSS)		86,739	15,007	103,356	233,528
<b>PROFIT FROM OPERATIONS</b>		<b>119,946</b>	<b>235,083</b>	<b>649,346</b>	<b>578,428</b>
FINANCE COST		(20,445)	(17,385)	(70,429)	(69,014)
INTEREST INCOME		2,196	2,705	16,127	6,281
SHARE OF PROFIT IN ASSOCIATES		27,461	11,541	72,633	43,098
<b>PROFIT BEFORE TAXATION</b>		<b>129,158</b>	<b>231,944</b>	<b>667,677</b>	<b>558,793</b>
<b>INCOME TAX EXPENSE</b>	B5	<b>6,390</b>	<b>(35,244)</b>	<b>(131,084)</b>	<b>(125,971)</b>
<b>NET PROFIT FOR THE PERIOD/YEAR</b>		<b>135,548</b>	<b>196,700</b>	<b>536,593</b>	<b>432,822</b>
Continuing operations					
Discontinued operations and profit on sale of discontinued operations, net of tax		-	18,778	-	82,252
<b>TOTAL NET PROFIT FOR THE PERIOD/YEAR</b>		<b>135,548</b>	<b>215,478</b>	<b>536,593</b>	<b>515,074</b>
<b>ATTRIBUTABLE TO :</b>					
EQUITY HOLDERS OF THE COMPANY		112,258	170,003	364,017	426,823
MINORITY INTEREST		23,290	45,475	172,576	88,251
		<b>135,548</b>	<b>215,478</b>	<b>536,593</b>	<b>515,074</b>
<b>EARNINGS PER SHARE:</b>	B13	Sen	Sen	Sen	Sen
1. Basic		37.41	60.14	121.30	150.91
2. Fully Diluted		37.27	57.00	120.87	144.66

The Condensed Consolidated Income Statements should be read in conjunction with the Annual Financial Report for the year ended 31.12.2007

**KULIM (MALAYSIA) BERHAD**  
**(COMPANY NO: 23370-V)**  
**CONDENSED CONSOLIDATED BALANCE SHEET**  
**FOR PERIOD ENDED 31 DECEMBER 2008**

	AS AT END OF CURRENT QUARTER 31.12.2008  RM'000	AS AT PRECEDING FINANCIAL YEAR 31.12.2007 (AUDITED) RM'000
<b>NON CURRENT ASSETS</b>	<b>5,100,998</b>	<b>3,950,575</b>
Property, plant and equipment	3,639,054	2,756,237
Prepaid lease payments	395,932	279,025
Investment property	83,318	81,976
Investment in associates	626,084	517,669
Long term investments	27,945	25,250
Available for sale investments	-	-
Intangible assets	328,665	290,399
Goodwill (on consolidation)	54,610	50,605
Deferred expenditure on tissue culture	1,999	-
Deferred farm expenditure (agriculture/non-prennial crop)	5,760	2,240
Other intangibles (if any)	266,296	237,554
Deferred tax assets	-	19
<b>CURRENT ASSETS</b>	<b>1,356,376</b>	<b>1,594,697</b>
Investment/property held for sale	7,667	-
Other investments	27,368	112,205
Inventories	345,096	199,227
Trade and other receivables	524,027	615,481
Tax recoverable	32,992	19,477
Cash and cash equivalents	419,226	648,307
<b>TOTAL ASSETS</b>	<b>6,457,374</b>	<b>5,545,272</b>
<b>EQUITY</b>		
<b>Capital and reserves attributable the Company's equity holders</b>		
Share capital	154,226	148,545
Share premium	246,413	217,930
Other reserves	1,191,044	1,282,826
Revaluation and other reserves	1,344,492	1,345,288
Warrant reserve	6,459	13,512
Treasury shares	(45,693)	(23,719)
Equalisation reserves	(114,214)	(52,255)
<b>Revenue Reserves</b>	<b>1,629,049</b>	<b>1,277,725</b>
<b>Shareholders Equity</b>	<b>3,220,732</b>	<b>2,927,026</b>
<b>Minority Interest</b>	<b>985,293</b>	<b>757,545</b>
<b>TOTAL EQUITY</b>	<b>4,206,025</b>	<b>3,684,571</b>
<b>LIABILITIES</b>		
<b>NON CURRENT LIABILITIES</b>	<b>1,252,385</b>	<b>922,189</b>
Term loans	889,009	666,547
Deferred tax liabilities/(assets)	363,376	255,642
<b>CURRENT LIABILITIES</b>	<b>998,964</b>	<b>938,512</b>
Trade and other payables	307,663	288,818
Current income tax liabilities	111,321	25,052
Borrowings		
Term Loans due within the year/12 months	240,853	358,539
Short-term borrowings	322,359	266,103
Dividend Payable	16,768	-
<b>TOTAL LIABILITIES</b>	<b>2,251,349</b>	<b>1,860,701</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>6,457,374</b>	<b>5,545,272</b>
<b>NET ASSETS PER SHARE (RM)</b>	<b>10.58</b>	<b>9.85</b>

The Condensed Consolidated Balance Sheets should be read in conjunction with the Annual Financial Report for the year ended 31.12.2007

**KULIM (MALAYSIA) BERHAD**  
**(COMPANY NO. 23370-V)**  
**CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**  
**FOR THE TWELVE MONTHS ENDED 31 DECEMBER 2008**

	NON-DISTRIBUTABLE					DISTRIBUTABLE					
	NO. OF SHARES	NOMINAL VALUE RM'000	ATTRIBUTABLE TO EQUITY HOLDER OF THE COMPANY				RETAINED EARNINGS RM'000	TOTAL RM'000	MINORITY INTEREST RM'000		TOTAL EQUITY RM'000
			TREASURY SHARES RM'000	SHARE PREMIUM RM'000	WARRANT RESERVE RM'000	REVALUATION & OTHER RESERVES RM'000					
<b>Balance as at 1 January 2007</b>											
as previously reported	275,535,500	137,950	(961)	164,332	26,977	1,244,580	860,586	2,433,464	373,009	<b>2,806,473</b>	
Amended FRS 112							23,298	23,298	2,198	<b>25,495</b>	
prior year adjustment/change in accounting policy as restated	275,535,500	137,950	(961)	164,332	26,977	1,244,580	883,884	2,456,762	375,207	2,831,968	
Shares buy-back	(3,193,600)	-	(22,759)	-	-	-	-	(22,759)	-	<b>(22,759)</b>	
Exercise of warrants	19,302,248	9,619	-	50,592	(13,465)	-	-	46,746	-	<b>46,746</b>	
ESOS	5,445,167	976	-	3,007	-	-	-	3,983	-	<b>3,983</b>	
New/Rights Issue of share/Acquisition of minority interest	-	-	-	-	-	-	-	-	324,823	<b>324,823</b>	
Net profit for the year/period	-	-	-	-	-	-	426,823	426,823	88,252	<b>515,075</b>	
Amended FRS 112							1,108	1,108	105	<b>1,213</b>	
prior year adjustment/change in accounting policy as restated							427,931	427,931	88,357	<b>516,288</b>	
Currency translation differences	-	-	-	-	-	18,302	-	18,302	(5,193)	<b>13,109</b>	
Movement in reserves	-	-	-	-	-	(5,756)	5,756	-	-	<b>-</b>	
Reversal of DT re exempted RPGT (effective 01.04.2007)	-	-	-	-	-	35,908	-	35,908	-	<b>35,908</b>	
Net gain/(loss) not recognised in income statement	-	-	-	-	-	48,454	5,756	54,210	(5,193)	<b>49,017</b>	
Dividend for the period/year	-	-	-	-	-	-	(15,441)	(15,441)	(23,345)	<b>(38,786)</b>	
<b>Balance as at 31 December 2007</b>	<b>297,089,315</b>	<b>148,545</b>	<b>(23,720)</b>	<b>217,931</b>	<b>13,512</b>	<b>1,293,034</b>	<b>1,302,131</b>	<b>2,951,431</b>	<b>759,849</b>	<b>3,711,279 (Note 1)</b>	
<b>Balance as at 1 January 2008</b>											
as previously reported	297,089,315	148,545	(23,720)	217,931	13,512	1,293,034	1,302,131	2,951,431	759,849	3,711,279	
prior year adjustment/change in accounting policy as restated	297,089,315	148,545	(23,720)	217,931	13,512	1,293,034	1,302,131	2,951,431	759,849	3,711,279	
Exercise of warrants 1994 - 2004	10,075,637	5,037	-	26,499	(7,053)	-	-	24,483	-	<b>24,483</b>	
ESOS	1,287,800	644	-	1,983	-	-	-	2,627	-	<b>2,627</b>	
New/Rights Issue of share/Additional acquisition of equity interest	-	-	-	-	-	-	-	-	23,768	<b>23,768</b>	
Share buy back	-	-	(22,044)	-	-	-	-	(22,044)	-	<b>(22,044)</b>	
Net profit for the period/year	-	-	-	-	-	-	364,017	364,017	172,576	<b>536,593</b>	
Increase in minority shareholders' interest	-	-	-	-	-	-	-	-	-	<b>-</b>	
Issuance of new share	-	-	-	-	-	-	-	-	45,867	<b>45,867</b>	
Transfer from reserve to retained earnings	-	-	-	-	-	3,695	(3,633)	62	-	<b>62</b>	
Disposal of treasury shares	-	-	72	-	-	-	13	85	-	<b>85</b>	
Disposal of subsidiaries	-	-	-	-	-	-	-	-	(41,382)	<b>(41,382)</b>	
Change in stakes in subsidiaries	-	-	-	-	-	-	-	-	(10,678)	<b>(10,678)</b>	
Acquisition of subsidiaries	-	-	-	-	-	-	-	-	145,825	<b>145,825</b>	
Currency translation differences	-	-	-	-	-	(66,451)	-	(66,451)	-	<b>(66,451)</b>	
Movement in reserves	-	-	-	-	-	-	-	-	-	<b>-</b>	
Net gain/(loss) not recognised in income statement	-	-	-	-	-	(66,451)	-	(66,451)	-	<b>(66,451)</b>	
Dividends for the period/year	-	-	-	-	-	-	(33,479)	(33,479)	(110,532)	<b>(144,011)</b>	
<b>Balance as at 31 December 2008</b>	<b>308,452,752</b>	<b>154,226</b>	<b>(45,692)</b>	<b>246,413</b>	<b>6,459</b>	<b>1,230,278</b>	<b>1,629,049</b>	<b>3,220,731</b>	<b>985,293</b>	<b>4,206,024</b>	

**Note 1 :** Total equity for 2007 differs from the audited comparatives in Balance Sheet. This is resulting from the adoption of FRS 112, Income Taxes. Balance sheet numbers are retained as audited and the affected retrospective change will be reflected in the 2008 audited accounts.

(The Condensed Consolidated Statements of Changes in Equity should be read in conjunction with the Annual Financial Report for the year ended 31 December 2007)

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

**CONDENSED CONSOLIDATED CASH FLOW STATEMENT**  
**FOR THE TWELVE MONTHS ENDED 31 DECEMBER 2008**

	AS AT 31.12.2008 (UNAUDITED) RM'000	AS AT 31.12.2007 (AUDITED) RM'000
--	--	--

**CASH FLOWS FROM OPERATING ACTIVITIES**

Net profit attributable to shareholders	364,017	426,823
Non-cash items	219,231	20,792
Non operating items (investing and financing)	51,171	35,908
Operating profit before changes in working capital	634,419	483,523
Changes in working capital		
Net changes in current assets	96,484	31,031
Net changes in current liabilities	(68,780)	45,637
Cash generated from operations	662,123	560,191
Interest received	16,127	6,514
Interest paid	(70,429)	(75,553)
Tax paid net of refund	(62,089)	(53,135)
Dividend received	3,131	33,131
Net cash from operating activities	548,863	471,148

**CASH FLOWS FROM INVESTING ACTIVITIES**

Equity investments	-	-
Other investments	516	(108,457)
Acquisition of subsidiaries	(270,126)	-
Additional investments in associates	(38,151)	(53,056)
Dividend received from associates	14,031	14,100
Rights to right issues acquired from MI	(41,382)	-
Purchase of property, plant and equipment	(332,603)	(321,874)
Payment of prepaid lease payments	(1,350)	(520)
Franchise fees acquired	(2,141)	(4,931)
Deferred expenditure tissue laboratory	(918)	-
Deferred farm expenditure	(3,520)	(1,561)
Proceeds from disposal of property, plant and equipment	2,061	3,515
Proceeds from disposal of treasury shares	85	1,146
Proceeds from disposal of investments	-	115,840
Proceeds from disposal subsidiaries	-	435,585
Liquidation of deposit in funds management companies	84,837	-
<b>Net cash flow from investing activities</b>	<b>(588,661)</b>	<b>79,787</b>

**CASH FLOW FROM FINANCING ACTIVITIES**

Net of proceeds/(repayments) of borrowings	29,961	-
Proceeds / (repayment) from LT loans	(198,795)	(18,534)
Bank balances pledged to a bank	17,723	2,813
Dividends paid to:		
Shareholders of Kulim (Malaysia) Berhad	(33,479)	(15,440)
Minority shareholders of subsidiaries	(50,334)	(23,345)
Exercise of warrants 2004-2009	24,483	46,744
ESOS 2004-2009	2,627	3,984
Issue of shares	45,867	-
Purchase of treasury shares	(22,042)	(22,758)
<b>Net cash flow from financing activities</b>	<b>(183,989)</b>	<b>(26,536)</b>

Net cash inflow/outflow) from acquisition/(disposal) of subsidiaries

Net increase/(decrease) in cash and cash equivalents	(223,787)	524,399
Cash and cash equivalents at beginning of the year	612,563	88,597
Foreign Exchange differences on opening balances	(3,960)	(433)
<b>Cash and cash equivalents at end of the period/year</b>	<b>384,816</b>	<b>612,563</b>

The cash and cash equivalents consists of the followings :-

<b>Deposit with licenced Banks</b>	52,861	66,469
<b>Cash and Bank Balances</b>	366,365	581,838
	419,226	648,307
<b>Less : Bank overdraft</b>	(31,224)	(14,835)
<b>Amount pledged to banks</b>	(3,186)	(20,909)
	384,816	612,563

The Condensed Consolidated Cash Flow Statements should be read in conjunction with the Annual Financial Report for the year ended 31.12.2007