



KULIM (MALAYSIA) BERHAD (23370-V)
(Incorporated in Malaysia)

CONDENSED CONSOLIDATED INTERIM FINANCIAL REPORT
FOR THE FIRST QUARTER TO 31 MARCH 2010

**KULIM (MALAYSIA) BERHAD**

Company No. 23370-V

Interim report for the financial year ending 31 December 2010

**CONSOLIDATED INCOME STATEMENT
FOR THE FIRST QUARTER TO 31 MARCH 2010**

		INDIVIDUAL QUARTER		CUMULATIVE QUARTERS	
		1 JAN - 31 MAR	1 JAN - 31 MAR	1 JAN - 31 MAR	1 JAN - 31 MAR
		2010	2009	2010	2009
		RM'000	RM'000	RM'000	RM'000
Revenue	A9	1,511,457	1,316,445	1,511,457	1,316,445
Expenses excluding finance cost & tax		(1,360,934)	(1,190,412)	(1,360,934)	(1,190,412)
Other operating income / (loss)		29,412	18,243	29,412	18,243
Profit from operations		179,935	144,276	179,935	144,276
Finance cost		(15,072)	(18,224)	(15,072)	(18,224)
Interest income		836	1,255	836	1,255
Share of profit in associates		189	2,015	189	2,015
Profit before taxation		165,888	129,322	165,888	129,322
Income tax expense	B5	(50,463)	(50,274)	(50,463)	(50,274)
Net profit for the period / year		115,425	79,048	115,425	79,048
Profit attributable to :					
Owners of the company		61,895	24,407	61,895	24,407
Minority interest		53,530	54,641	53,530	54,641
Profit for the period		115,425	79,048	115,425	79,048
Earnings per share :	B12	Sen	Sen	Sen	Sen
1. Basic		19.82	8.07	19.82	8.07
2. Fully Diluted		-	7.92	-	7.92

The Condensed Consolidated Income Statements should be read in conjunction with the Annual Financial Report for the year ended 31.12.2009

**KULIM (MALAYSIA) BERHAD**

Company No. 23370-V

Interim report for the financial year ending 31 December 2010

**CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE FIRST QUARTER TO 31 MARCH 2010**

	INDIVIDUAL QUARTER		CUMULATIVE QUARTERS	
	1 JAN - 31 MAR 2010 RM'000	1 JAN - 31 MAR 2009 RM'000	1 JAN - 31 MAR 2010 RM'000	1 JAN - 31 MAR 2009 RM'000
Profit for the period	115,425	79,048	115,425	79,048
Foreign currency translation differences for foreign operations	(58,547)	(89,840)	(58,547)	(89,840)
Cash flow hedge	1,417	-	1,417	-
Total comprehensive income for the period	58,295	(10,792)	58,295	(10,792)
Total comprehensive income attributable to:				
Owners of the company	27,633	(21,653)	27,633	(21,653)
Minority interest	30,662	10,861	30,662	10,861
Total comprehensive income for the period	58,295	(10,792)	58,295	(10,792)

The Condensed Consolidated Income Statements should be read in conjunction with the Annual Financial Report for the year ended 31.12.2009


KULIM (MALAYSIA) BERHAD

Company No. 23370-V

Interim report for the financial year ending 31 December 2010

CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 31 MARCH 2010

	AS AT END OF 31.03.2010 RM'000	AS AT PRECEDING FINANCIAL YEAR 31.12.2009 (AUDITED) RM'000
ASSETS		
Property, plant and equipment	4,824,356	4,738,700
Prepaid lease payments	381,681	454,932
Investment property	3,360	97,863
Investment in associates	22,514	21,214
Other investments	89,625	39,055
Intangible assets	902,709	898,153
Goodwill (on consolidation)	77,753	72,413
Deferred farm expenditure (agriculture/non-perennial crop)	6,732	6,462
Other Intangibles (if any)	818,224	819,278
Deferred tax assets	-	6,816
Non-current assets	6,224,245	6,256,733
Investment/property held for sale	114,498	13,599
Other investments	18,481	33,669
Inventories	527,877	525,883
Trade and other receivables	760,312	790,506
Derivative financial instrument	19,790	-
Tax recoverable	27,584	48,441
Cash and cash equivalents	364,118	405,227
Current assets	1,832,660	1,817,325
TOTAL ASSETS	8,056,905	8,074,058
EQUITY AND LIABILITIES		
Share capital	159,336	159,336
Share premium	272,184	272,184
Other reserves	1,172,481	1,218,857
Revaluation and other reserves	1,218,171	1,264,547
Treasury shares	(45,690)	(45,690)
Revenue reserves	1,783,276	1,720,988
Equity Attributable to Equity Holders of the Company	3,387,277	3,371,365
Minority Interest	1,718,147	1,699,037
Total equity	5,105,424	5,070,402
Term loans	1,292,617	1,157,484
Derivative financial instruments	28,399	-
Employee benefits	3,158	3,099
Deferred tax liabilities/(assets)	439,077	450,971
Non current liabilities	1,763,251	1,611,554
Trade and other payables	565,944	729,334
Derivative financial instruments	3,726	-
Current Income tax liabilities	120,620	114,620
Borrowings		
Term Loans due within the year/12 months	82,257	162,338
Short-term borrowings	415,282	385,409
Employee benefits	401	401
Current liabilities	1,188,230	1,392,102
TOTAL LIABILITIES	2,951,481	3,003,656
TOTAL EQUITY AND LIABILITIES	8,056,905	8,074,058
NET ASSETS PER SHARE (RM)	10.63	10.58

The Condensed Consolidated Balance Sheets should be read in conjunction with the Annual Financial Report for the year ended 31.12.2009



KULIM (MALAYSIA) BERHAD
Company No. 23370-V

Interim report for the financial year ending 31 December 2010

**CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE FIRST QUARTER ENDED 31 MARCH 2010**

	← ATTRIBUTABLE TO EQUITY HOLDERS OF THE COMPANY →					NON-DISTRIBUTABLE →			DISTRIBUTABLE		TOTAL EQUITY RM'000
	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	MINORITY INTEREST RM'000		
Balance as at 1 January 2009, as previously reported	308,452,752	154,227	(45,680)	246,412	6,459	1,272,469	1,615,436	3,249,313	1,020,621	4,269,934	
At 1 January 2009, as restated	308,452,752	154,227	(45,680)	246,412	6,459	1,272,469	1,615,436	3,249,313	1,020,621	4,269,934	
Exercise of warrants	382,860	181	-	954	(254)	-	-	881	-	881	
ESOS	183,900	92	-	283	-	-	-	375	-	375	
Transfer from reserve to retained earnings						(21)	20	(1)	-	(1)	
Acquisition of subsidiaries											
Currency translation differences						(46,060)		(46,060)	(43,780)	(89,840)	
Movement in reserves						(46,060)		(46,060)	(43,780)	(89,840)	
Net gain/(loss) not recognised in Income statement						(46,060)	24,407	24,407	54,641	79,048	
Net profit for the year						(46,060)	24,407	(21,653)	10,861	(10,792)	
Total comprehensive income for the period											
Dividend for the period/year											
Balance as at 31 March 2009	309,899,512	154,500	(45,680)	247,649	6,205	1,226,368	1,639,869	3,228,815	1,364,472	4,593,387	
Balance as at 1 January 2010, as previously reported	318,669,739	159,336	(45,680)	272,184	-	1,284,547	1,720,988	3,371,365	1,686,037	5,070,402	
Effect arising from adoption of FRS 139						(12,114)	393	(11,721)	(11,752)	(23,473)	
At 1 January 2010, as restated	318,669,739	159,336	(45,680)	272,184	-	1,252,433	1,721,381	3,359,644	1,687,285	5,046,929	
New/Right issue of shares / Acquisition of minority interest									200	200	
Issuance of new shares by subsidiaries									(28,392)	(28,392)	
Cash flow hedges						(29,165)		(29,165)	6,514	1,417	
Currency translation differences						(5,097)		(5,097)			
Net gain/(loss) not recognised in Income statement						(34,282)		(34,282)	(22,868)	(57,130)	
Net profit for the year						61,895	61,895	81,895	59,530	115,425	
Total comprehensive income for the period						(34,282)	61,895	27,633	30,662	58,295	
Dividends for the period/year											
Balance as at 31 March 2010	318,669,739	159,336	(45,680)	272,184	-	1,218,171	1,783,276	3,397,277	1,718,147	5,105,424	

(The Condensed Consolidated Statements of Changes in Equity should be read in conjunction with the Annual Financial Report for the year ended 31 December 2009)

**KULIM (MALAYSIA) BERHAD**

Company No. 23370-V

Interim report for the financial year ending 31 December 2010

**CONSOLIDATED STATEMENT OF CASH FLOW
FOR THE FIRST QUARTER ENDED 31 MARCH 2010**

	AS AT 31.03.2010	AS AT 31.03.2009 (UNAUDITED)
	RM'000	RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Net profit attributable to shareholders	61,895	24,407
Non-cash Items	230,770	108,273
Non operating items (Investing and financing)	14,235	16,989
Operating profit before changes in working capital	306,900	149,649
Changes in working capital		
Net changes in current assets	(34,372)	(63,621)
Net changes in current liabilities	(175,388)	(6,191)
Cash generated from operations	97,140	79,837
Interest received	836	1,255
Interest paid	(15,072)	(18,224)
Tax paid net of refund	(28,685)	(61,015)
Net cash from operating activities	54,219	1,853
CASH FLOWS FROM INVESTING ACTIVITIES		
Other Investments	(50,580)	-
Acquisition of subsidiaries	(3,105)	91,373
Additional investment in associates	(15)	-
Purchase of property, plant and equipment	(145,000)	(64,433)
Deferred farm expenditure	(270)	(357)
Purchase of intangible assets	(1,087)	-
Proceeds from disposal of short term / long term investment	4,788	20,310
Liquidation of deposit in funds management companies	15,467	5,876
Net cash flow from investing activities	(179,802)	52,769
CASH FLOW FROM FINANCING ACTIVITIES		
Net of proceeds/(repayments) of borrowings	172,036	12,092
Proceeds/(repayment) from LT loans	(82,257)	(7,990)
Bank balances pledged to a bank	-	(40,882)
Dividends paid to:		
Shareholders of Kulim (Malaysia) Berhad	-	(18,768)
Exercise of warrants 2004-2009	-	882
ESOS 2004-2009	-	375
Issue of shares by subsidiaries	200	-
Net cash flow from financing activities	89,979	(52,291)
Net cash inflow/(outflow) from acquisition/(disposal) of subsidiaries		
Net increase/(decrease) in cash and cash equivalents	(35,604)	2,331
Cash and cash equivalents at beginning of the year	365,383	392,028
Foreign Exchange differences on opening balances	(650)	5,953
Cash and cash equivalents at end of the period/year	329,129	401,212
The cash and cash equivalents consists of the followings :-		
Deposit with licenced Banks	69,410	74,836
Cash and Bank Balances	294,708	411,315
	364,118	486,151
Less : Bank overdraft	(33,380)	(28,859)
Amount pledged to banks	(1,609)	(58,080)
	329,129	401,212

The Condensed Consolidated Cash Flow Statements should be read in conjunction with the Annual Financial Report for the year ended 31.12.2009



NOTES TO THE INTERIM FINANCIAL REPORT

A1. Basis of Preparation

This interim financial report is unaudited and has been prepared in accordance with the applicable disclosure provisions of the Listing Requirements of the Bursa Malaysia Securities Berhad, including compliance with Financial Reporting Standard (FRS) 134, Interim Financial reporting, issued by the Malaysian Accounting Standard Board (MASB). The Interim Financial Report should be read in conjunction with the Group's audited financial statement for the year ended 31 December 2009.

The accounting policies and methods of computation used in the preparation of the interim financial statements are consistent with those used in the preparation of the last audited financial statements for the financial year ended 31 December 2009.

A2. Significant Accounting Policies

The significant accounting policies adopted are consistent with the audited financial statements for the year ended 31 December 2009. These explanatory notes attached to the interim financial statements provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group since the year ended 31 December 2009.

On 1 January 2010, the Group adopted the following FRSs:-

FRS 7	Financial Instruments: Disclosures
FRS 8	Operating Segments
FRS 101	Presentation of Financial Statements (Revised 2009)
FRS 123	Borrowing Costs
FRS 139	Financial Instruments: Recognition and Measurement
Amendment to FRS 2	Share-based Payment - Vesting conditions and cancellations
Amendment to FRS 7	Financial instruments: Disclosures
Amendment to FRS 108	Accounting Policies, Changes in Accounting Estimates and Errors
Amendment to FRS 110	Events after the Reporting Period
Amendment to FRS 117	Leases
Amendment to FRS 119	Employee Benefits
Amendment to FRS 123	Borrowing Costs
Amendment to FRS 128	Investment in Associates
Amendment to FRS 132	Financial Instruments: Presentation
Amendment to FRS 134	Interim Financial Reporting
Amendment to FRS 136	Impairment of Assets
Amendment to FRS 139	Financial Instruments: Recognition and Measurement
Amendment to FRS 140	Investment Property
IC Interpretation 9	Reassessment of Embedded Derivatives
IC Interpretation 10	Interim Financial Reporting and Impairment
IC Interpretation 11	FRS 2 - Group and Treasury Share Transactions
IC Interpretation 14	FRS 119 - The limit on a Defined Benefit Asset, Minimum Funding Requirements and their Interaction

Other than for the application of FRS 8, FRS 101 and FRS 139, the application of the above FRSs, Amendments to FRSs and Interpretations did not result in any significant changes in the accounting policies and presentation of the financial results of the Group.



A2. Significant Accounting Policies (continued)

(a) FRS 8: Operating Segments (FRS 8)

FRS 8 requires segment information to be presented on a similar basis to that used for internal reporting purposes. As a result, the Group's segmental reporting had been presented based on the internal reporting to the chief operating decision maker who makes decisions on the allocation of resources and assesses the performance of the reportable segments. This standard does not have any impact on the financial position and results of the Group.

(b) FRS 101: Presentation of Financial Statement (FRS 101)

FRS 101 separates owner and non-owner changes in equity. Therefore, the current consolidated statement of changes in equity only includes details of transactions with owners. All non-owner changes in equity are presented as a single line labeled as total comprehensive income.

(c) Amendment to FRS 117: Leases (FRS 117)

Amendment to FRS 117 sets out the new requirement where leasehold land which is in substance is a finance lease will be reclassified to property, plant and equipment. The Group has reassessed and determined that all leasehold land of the Group which are in substance finance leases and has reclassified the leasehold land to property, plant and equipment. The change in accounting policy has been made retrospectively in accordance with the transitional provisions of the amendment.

(d) FRS 139: Financial Instruments - Recognition and Measurement (FRS 139)

FRS 139 sets out the new requirements for the recognition and measurement of the Group's financial instruments. Financial instruments are recorded initially at fair value. Subsequent measurement of the financial instruments at the balance sheet date reflects the designation of the financial instruments. The Group determines the classification at initial recognition and for the purpose of the first adoption of the standard, as at transitional date on 1 January 2010.

Financial assets

Financial assets at fair value through profit or loss

Financial assets at fair value through profit or loss are financial assets held for trading. A financial asset is classified in this category if acquired principally for the purpose of selling in the short term. Assets in this category are classified as current assets.



A2. Significant Accounting Policies (continued)

(c) FRS 139: Financial Instruments - Recognition and Measurement (FRS 139) (continued)

Financial assets (continued)

Loans and receivables

Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market. They arise when the group provides money, goods or services directly to a debtor with no intention of trading the receivable. They are included in current assets, except for maturities greater than 12 months after the balance sheet date. Loans had receivables are included in trade and other receivables in the balance sheet.

Available for sale financial assets

Available for sale financial assets are non-derivatives that are either designated in this category or not classified in any of the other categories. They are included in non-current assets unless management intends to dispose of the investment within 12 months of the balance sheet date.

Held to maturity financial assets

Held to maturity financial assets are non-derivative financial assets with fixed or determinable payments and fixed maturities that the Group's management has the positive intention and ability to hold to maturity. If the Group were to sell other than a insignificant amount of held to maturity financial asset, the whole category would be tainted and reclassified as available for sale. Held to maturity financial assets are included in non-current assets, except for those with maturities less than 12 months from the reporting date, which are classified as current assets.

Financial liabilities

Financial liabilities are classified as financial at fair value through profit or loss, loans and borrowings, or as derivatives designated as hedging instruments in an effective hedge, as appropriate.

Financial guarantee contracts

The company has provided various financial guarantees to banks for the guarantee of credit facilities granted to its various subsidiaries. The Company monitors the performance of its subsidiaries closely to ensure they meet all their financial obligations. In view that there is minimal risk of default, the Company has not carried the value of the financial guarantee in its books.



A2. Significant Accounting Policies (continued)

(c) FRS 139: Financial Instruments - Recognition and Measurement (FRS 139) (continued)

Following the adoption of FRS 139, the changes to accounting policies relating to recognition and measurement of the Group's financial instruments are as follows:

(i) Investments in non-current equity

Prior to 1 January 2010, non-current investments in equity were stated at cost less allowance for diminution in value which was other than temporary in nature.

With adoption of FRS 139, such investment are now categorised as available for sale financial assets and measured as follows:

- (a) Quoted shares - at fair value through profit or loss
- (b) Unquoted shares - at cost

(ii) Derivative financial instruments and hedging activities

The Group uses derivative financial instruments to hedge some of its exposure to fluctuations in palm oil prices. In order to protect against the impact of falling prices, the Group enters into hedging transactions.

Prior to 1 January 2010, outstanding financial derivatives as at balance sheet date were not recognized in the financial statements. They were only recognized on settlement dates.

Derivative financial instruments are initially recognized in the balance sheet at fair value and are subsequently re-measured at their fair values. On the date a derivatives contract is entered into, the Group designates the contract as a hedge against specific future sales. The method of recognising the resulting gain or loss is dependent on the nature of the item being hedged.

Impact on opening balance

FRS 139 has been applied prospectively in accordance with the transitional provisions of the standard. In accordance to the transitional provisions for first-time adoption of FRS 139, adjustments arising from re-measuring the financial instruments as at 1 January 2010 were recognized as adjustments of the opening balance of retained profits or other appropriate reserves. Comparative are not adjusted.

**A2. Significant Accounting Policies (continued)****(c) FRS 139: Financial Instruments - Recognition and Measurement (FRS 139) (continued)****Impact on opening balance (continued)**

	Previously stated RM'000	Effect of FRS139 RM'000	As restated RM'000
Equity			
Revaluation & other reserves	1,264,547	(12,114)	1,252,433
Retained earnings	1,720,988	393	1,721,381
Minority interest	1,699,037	(11,752)	1,687,285

Disclosure of derivatives

The Group plantation sector at overseas subsidiaries which is at NBPOL, are using derivative financial instruments to hedge some of its exposure to fluctuations in palm oil prices. In order to protect against the impact of falling prices, the Group enters into hedging transactions.

Derivative financial instruments measured at their fair values together with their corresponding contract amounts:

Types of derivatives	Contract value		Fair value		Change in fair value	
	USD '000	RM '000	USD '000	RM '000	USD '000	RM '000
Forward sale and purchase contracts						
- Less than 1 year	37,124	121,396	38,263	125,122	1,139	3,726
- 1 year to 3 years	54,308	117,587	62,993	145,986	8,685	28,399

Derivative financial instruments are initially recognised and subsequently measured at fair value. The fair values of contract price for forward sales and purchase contracts is estimated based on quotes from the market makers of these instruments and represent the estimated amounts the group would expect to receive or pay to terminate the agreement at balance sheet date. As the derivative financial instruments are deemed highly effective hedge transaction, all gains and losses relating to their re-measurement to fair value ("change in fair value") are recognised in the hedge reserve within equity and subsequently brought into account in the income statement in the same period as the physical sales transaction occurs to which the hedge relate.



A2. Significant Accounting Policies (continued)

(c) FRS 139: Financial Instruments - Recognition and Measurement (FRS 139) (continued)

Disclosure of derivatives (continued)

As at 31 March 2010, the foreign currency contracts which have been entered into by the Group are as follows :

Types of derivatives	Contract value RM '000	Fair value RM '000	Change in fair value RM '000
Forward foreign currency contracts			
US Dollar - less than 1 year	569,712	549,922	19,790

Forward foreign currency contracts of the Group have been measured at fair value and the changes in the fair value are recognised in profit or loss. The adoption of FRS 139 resulted the Group recognised an unrealized gain of RM19.7 million in the current quarter ended 31 March 2010.

Derivative financial instruments are subject to market and credit risk as follows:

Market risk

i. Foreign exchange risk

The group operates internationally and is exposed to foreign exchange risk arising from various currency exposures, primarily with respect to the US dollar foreign exchange risk arises from future commercial transactions, recognised assets and liabilities (borrowings) and net investments in foreign operations. The Group except for its oleochemical business, does not hedge foreign currency translation risk.

ii. Commodity risk

NBPOL's derives a significant proportion of it's revenues from sale of palm oil products and uses derivatives financial instruments for the purchase and sale of Malaysian/Sumatran palm oil to guarantee a minimum price for sale of its own palm oil, for which there is no forward market, and to close out positions previously taken out. NBPOL's does not produce Malaysian / Sumatran palm oil however the group has determined its palm oil to be highly correlated with the price of Malaysian / Sumatran palm oil.



A2. Significant Accounting Policies (continued)

(c) FRS 139: Financial Instruments - Recognition and Measurement (FRS 139) (continued)

iii. Cash flow and interest rate risk

As the group has no significant interest-bearing assets, the group's income and operating cash flows are substantially independent of changes in market interest rates.

The group's interest rate risk arises from long-term borrowings. Borrowings issued at variable rates expose the group to cash flow interest rate risk. Borrowings issued at fixed rates expose the group to fair value interest rate risk. It is not the group's policy to hedge cash flow and interest rate risk.

Credit risk

Credit risk arises from cash and cash equivalents, derivative financial instruments and deposits with banks and financial institutions, as well as credit exposures to customers, including outstanding receivables. The group has no significant concentration of credit risk and it is not the group's policy to hedge credit risk. The group has policies in place to ensure that sales of products and services are made to customer with an appropriate credit history and has policies that limit the amount of credit exposure to any one customer. No credit limits were exceeded during the reporting periods and management does not expect any losses from non-performance by counterparties.

A3. Status on Qualification of Audited Financial Statements

The audit report of the Group's preceding year financial statement was not qualified.

A4. Seasonality or Cyclicity of Operations

There were no abnormal seasonal factors that affect result for the quarter under review.

A5. Unusual Items Affecting Assets, Liabilities, Equity, Net Income or Cash Flows

There were no significant items which unusually affect assets, liabilities, equity, net income or cash flows during the quarter under review.

A6. Change in Accounting Estimates

There were no changes in estimate of amount reported in prior interim period or financial year that have a materials effect in the current financial quarter for the current financial period.

A7. Debt and Equity Securities

There were no cancellation, resale and repayment of debt and equity securities during the quarter other than on loans repayments in accordance with the Group's loans repayment schedules.



KULIM (MALAYSIA) BERHAD

Company No. 23370-Y

Interim report for the financial year ending 31 December 2010

A8. Dividend Paid

There was no dividend paid during the quarter. For the financial year ended 31 December 2009, a final dividend of 15% less 25% income tax is proposed for approval by the shareholders at the forthcoming AGM.

A9. Segmental Information

Segmental information for the current financial year based on geographical locations and business segments within the geographical locations are as follows:



KULIM (MALAYSIA) BERHAD
Company No. 23370-Y

Interim report for the financial year ending 31 December 2010

A9. Segmental Information (continued)

RESULTS FOR 1 st QUARTER ENDED 31 MARCH 2010	Plantation		Manufacturing			Foods and Restaurants		Intrapreneur Ventures (IV)		Inv. property	Associated companies	Others	Consolidated
	Malaysia	Papua New Guinea & Solomon Island	Oleo-chemicals	Rubber based products	Bio-diesel	Shipping services	Other IV	RM'000	RM'000				
Operating revenue	130,285	304,445	277,644	2,463	924	724,721	17,827	43,077	1,918	-	8,153	1,511,457	
Segment results	32,162	75,396	17,871	(930)	(2,680)	62,245	(859)	655	581	189	(4,506)	180,124	
Interest income	170	402									264	836	
Finance costs	(7,191)	(2,100)	(2,075)		(385)	(2,242)					(1,079)	(15,072)	
Profit before tax	25,141	73,698	15,796	(930)	(3,065)	60,003	(859)	655	581	189	(5,321)	165,888	

RESULTS FOR 1 st QUARTER ENDED 31 MARCH 2009	Plantation		Manufacturing			Foods and Restaurants		Intrapreneur Ventures (IV)		Inv. property	Associated companies	Others	Consolidated
	Malaysia	Papua New Guinea & Solomon Island	Oleo-chemicals	Rubber based products	Biodiesel	Shipping services	Other IV	RM'000	RM'000				
Operating revenue	104,392	269,104	238,850	2,263	348	634,220	20,588	37,633	2,036	-	7,011	1,316,445	
Segment results	16,181	99,019	(26,908)	(1,100)	(2,969)	52,282	4,765	(42)	157	2,015	2,891	146,291	
Interest income	178	852				191					34	1,255	
Finance costs	(7,869)	(2,248)	(2,297)		(269)	(3,647)					(1,894)	(18,224)	
Profit before tax	8,490	97,623	(29,205)	(1,100)	(3,238)	48,826	4,765	(42)	157	2,015	1,031	129,322	



KULIM (MALAYSIA) BERHAD
Company No. 23370-Y

Interim report for the financial year ending 31 December 2010

A9. Segmental Information (continued)

ASSETS AND LIABILITIES AS AT 31 MARCH 2010	Plantation		Manufacturing			Foods and Restaurants		Intrapreneur Ventures (IV)		Inv. property	Associated companies	Others	Consolidated
	Malaysia	Papua New Guinea & Solomon Island	Oleo-chemicals	Rubber based products	Biodiesel	Shipping services	Other IV	RM'000	RM'000				
Segment assets	1,762,279	1,923,714	713,920	5,152	79,319	2,111,297	326,114	59,072	3,360	22,514	154,187	7,160,928	
Unallocated corporate assets	253,169				642,808							895,977	
Total assets	2,015,448	1,923,714	713,920	5,152	79,319	2,754,105	326,114	59,072	3,360	22,514	154,187	8,056,905	
Segment liabilities	266,402	706,811	385,827	1,256	97,713	710,497	227,209	65,968	-	-	50,721	2,512,404	
Unallocated corporate liabilities	133,853	254,363	6,425		44,329			23			84	439,077	
Total liabilities	400,255	961,174	392,252	1,256	97,713	754,826	227,209	65,991	-	-	50,805	2,951,481	

ASSETS AND LIABILITIES AS AT 31 MARCH 2009	Plantation		Manufacturing			Foods and Restaurants		Intrapreneur Ventures (IV)		Inv. property	Associated companies	Others	Consolidated
	Malaysia	Papua New Guinea & Solomon Island	Oleo-chemicals	Rubber based products	Biodiesel	Shipping services	Other IV	RM'000	RM'000				
Segment assets	1,846,737	1,820,663	699,200	7,622	30,801	1,695,829	211,251	62,137	94,145	8,429	200,649	6,677,463	
Unallocated corporate assets	257,038				377,440							634,478	
Total assets	2,103,775	1,820,663	699,200	7,622	30,801	2,073,269	211,251	62,137	94,145	8,429	200,649	7,311,941	
Segment liabilities	349,488	662,705	369,513	1,362	37,551	682,726	112,801	60,395	-	-	32,619	2,309,160	
Unallocated corporate liabilities	107,108	214,535	46,171		41,501			15			65	409,395	
Total liabilities	456,596	877,240	415,684	1,362	37,551	724,227	112,801	60,410	-	-	32,684	2,718,555	

**KULIM (MALAYSIA) BERHAD**

Company No. 23370-V

*Interim report for the financial year ending 31 December 2010***A10. Valuation of Property, Plant and Equipment**

The carrying value of land and estate development expenditure for the Group except those located overseas, is based on valuation carried out on 31st December 1997 by an independent qualified valuer using the open market method of valuation to reflect their fair value. However, in 2006, the Group changed its accounting policy on estate development expenditure in Malaysia from valuation model to cost model by stating the estate development expenditure to its initial cost and the change effect from the adoption of FRS 117 Leases. Other than changes resulting from these changes in accounting policy the carrying value was brought forward without any amendment.

A11. Material Events Subsequent to the End of the Interim Period

There was none.

A12. Changes in the Composition of the Group

On 25 February the Company announced that New Britain Palm Oil Limited a 50.68% owned subsidiary had on 24 February agreed to acquire 80% of the shares in CTP (PNG) limited. CTP has over 25,000 hectares of established and producing Oil Palm plantations in Papua New Guinea.

The acquisition was completed on the 30 April 2010 and CTP will be consolidated into NBPOL and the Group with effect from 1 May 2010

A13. Changes in Contingent Liabilities or Contingent Assets

Since the last Balance Sheet date, there were no material changes in contingent liabilities and contingent assets.

A14. Capital Commitment

Authorised capital expenditures not provided for in the financial statements as at 31 March 2010 are as follows:

	RM'000
Contracted	99,576
Not contracted	251,621
	351,197

A15. Impairment of Assets

There were no significant impairment losses recognised by the Company and the Group during the quarter.



B. ADDITIONAL INFORMATION REQUIRED BY THE BURSA MALAYSIA LISTING REQUIREMENTS

B1. Review of the Performance of the Company and Its Principal Subsidiaries

Group Results and update

The Group recorded higher revenue at RM1.51 billion for the quarter under review compared to the corresponding quarter in 2009 revenue of RM1.32 billion, a 14.8% increase.

The Group recorded PBT of RM165.89 million for the first quarter 2010 compared to PBT of RM129.32 million for the corresponding quarter in 2009, a 28.28% increase.

Operational results

Plantations:

(i) Plantation Operation - Malaysia

The Group's FFB production for the 1st quarter 2010 is at 114,789mt compared to the corresponding quarter in 2009 of 131,886mt, a 12.96% decrease.

The Group's OER for the 1st quarter 2010 improved to 20.86% compared to 19.95% for the corresponding quarter in 2009. Better OER softened the impact on lower FFB production at Kulim ex Sindora.

Total FFB processed by the Group mills for 1st quarter 2010 is at 175,894mt which is 3.50% higher compared to the corresponding quarter in 2009. Total ffb processed is inclusive of crops purchased from outside the Group.

Group FFB produced and processed includes those produced and processed by Sindora Berhad of 16,686/38,972 mt respectively compared to 17,931/43,268 mt in the corresponding quarter in 2009.

Malaysian plantation operation achieved CPO and PK cumulative price averages of RM2,455 and RM1,339 per mt for 1st quarter 2010 compared to RM1,904 and RM 885 per mt for CPO and PK respectively for the corresponding quarter in 2009.

(ii) Plantation Operation - Papua New Guinea & Solomon Islands

NBPOL Group produced 280,288 mt FFB in the 1st quarter 2010 which is 1.99% higher compared to the corresponding quarter in 2009. Together with crops purchased from outside the Group, NBPOL Group processed 393,599 mt FFB which is 2.72% higher compared to the corresponding quarter in 2009.

Contribution to NBPOL Group FFB production from GPPOL for the 1st quarter 2010 is at 33,831mt which is 20.24% higher than the contribution to the corresponding quarter in 2009.

Contribution to NBPOL Group FFB production from RAMU for the 1st quarter 2010 is at 20,675mt compared to 10,408mt to the corresponding quarter in 2009 which is 98.64% increase.

NBPOL Group OER for the 1st quarter 2009 is at 21.86% which is 1.03% lower than the Group OER for the corresponding quarter in 2009. NBPOL, RAMU and GPPOL OER are at 21.69%, 25.02% and 21.64% respectively.

NBPOL Group achieved CPO price averages of USD767 per mt for the 1st quarter 2010 compared to USD747 per mt achieved for the corresponding quarter in 2009.



B. ADDITIONAL INFORMATION REQUIRED BY THE BURSA MALAYSIA LISTING REQUIREMENTS (CONTINUED)

Manufacturing:

The Group's Oleo chemicals division revenue for the 1st quarter 2010 is at RM277.64 million which is 16.24% higher compared to the corresponding quarter in 2009.

Natural Oleo Chemicals recorded a profit in the 1st quarter 2010 of RM17.87 million. Comparatively the division recorded a loss of RM26.91 million in the 1st quarter 2009. The significantly higher losses in 2009 were due to the effects of order cancellations and currency hedges which were not recurring during the quarter. Included in the result for the quarter is a gain on currency forward contract of RM19.79 million as disclosed in note A2(c).

Foods and Restaurants:

QSR group registered consolidated revenue of RM724.7 million for the first quarter 2010, an increase of 14.3% compared to the corresponding quarter in 2009.

QSR registered consolidated profit before tax of RM60.0 million for the first quarter 2010 compared to the corresponding quarter in 2009 of RM48.8 million.

KFC Holdings (Malaysia) Berhad registered revenue of RM600.7 million for the 1st quarter 2010, representing a growth of 14.1% compared to the corresponding quarter in 2009. The KFC restaurants segment registered a 15.7% revenue growth to RM447.3 million (2009 : RM386.7 million) while the Integrated Poultry segment recorded a 5.6% revenue growth to RM124.9 million (2009 : RM118.3 million).

KFCH registered a profit before tax of RM50.1 million in the current quarter as against previous year's corresponding period of RM40.9 million.

Intrapreneuer Ventures (IV)

The revenue from the IV section ex shipping services grew to RM43.08 million for the quarter under review, a 14.47% increase compared to the corresponding quarter in 2009. The section recorded an improved performance with profit before tax of RM655 thousand for the quarter.

The shipping section revenue declined to RM17.83 million, 13.41% lower compared to the corresponding quarter in 2009. The section recorded a loss of RM859 thousand compared to a performance were due to three of its vessels being dry-docked and one vessel securing lower charter rate compared to the corresponding quarter in 2009.

Property Investment:

The Company's office tower, the Menara Ansar in Johor Bahru recorded a surplus for the 1st quarter 2010 of RM581 thousand compared to a surplus of RM157 thousand for the corresponding quarter in 2009.



B2. Material Changes in the Quarterly Results

The Oil Palm sector recorded higher revenue and profits for the quarter due to better Palm products prices compared to the corresponding quarter last year. The Oleo chemicals division is still in loss position although significantly improved compared to the corresponding quarter in 2009. Palm fatty acids and Glycerine prices are much lower and contributed to the loss position.

The Foods and Restaurant Group registered a turnover of RM724.7 million, a decrease of 4.0% over previous quarter's RM754.8 million. The Group registered a profit before tax of RM60.0 million in the current quarter as against RM70.2 million in the previous quarter. The lower profit in the current quarter was primarily due to the lower turnover from the KFC and Pizza Hut businesses and higher cost of imported commodities which increased its production cost.

B3. Current Year Prospects

Palm products prices were traded higher this year to date compared to prices over the corresponding period in 2009 and are expected to be range bound for the whole year. This will have positive impact on result for the year and cushion the effect from the expected lower comparative ffb tonnage from Malaysian plantations, attributed to replanting and inclement weather, over the subsequent remaining quarters. New acquisition, the priming of palm areas at RAMU as well as new maturing areas coming into harvest is projected to increase FFB and Palm products produced at NBPOL and impact result positively.

The Oleochemicals sector is improving but is still in a difficult operating environment with product prices remaining low compared to prices over the same period last year.

The Foods and Restaurants Group is optimistic of sustaining the Group's current performance in the balance of the year. The Group will continue to implement its plan of increasing revenue and profitability and developing better cost efficiencies and improving productivity at all its restaurants and manufacturing facilities.

Intrapreneur Venture Business ("IV") remains challenged due to world economic uncertainties. However, the strong fundamentals within the IV will ensure it remain competitive and sustainable. EA Technique and its newly acquired associate company, Orkim Sdn Bhd are expected to contribute positively to the Group's bottomline with the delivery on staggered basis beginning the first quarter of 2010 of all their 10 newly constructed vessels. All of these vessels, scheduled to be fully delivered by the end of 2010, are already secured with long term charter contracts. This is clear evidence that the diversified business model of the IV is able to balance and cushion the worst impact of economic ups and downs.

Based on the above generally positive outlook, we are confident that 2010 will be another good year for the Group.

B4. Profit Forecast/Profit Guarantee

The Company is not subject to any profit forecast or profit guarantee requirement.

**KULIM (MALAYSIA) BERHAD**

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B5. Taxation

	CURRENT QUARTER		CUMULATIVE QUARTERS	
	1 Jan to 31 Mar 2010 RM'000	1 Jan to 31 Mar 2009 RM'000	1 Jan to 31 Mar 2010 RM'000	1 Jan to 31 Mar 2009 RM'000
Current Taxation				
-Malaysia	(21,935)	(16,648)	(21,935)	(16,648)
-Overseas	(20,590)	(33,608)	(20,590)	(33,608)
	(42,525)	(50,256)	(42,525)	(50,256)
Transfer to deferred Taxation				
-Malaysia	(7,938)	(18)	(7,938)	(18)
-Overseas	-	-	-	-
	(7,938)	(18)	(7,938)	(18)
Total	(50,463)	(50,274)	(50,463)	(50,274)

Effective tax rate is higher than the official tax rates applicable to the Group Companies at their respective geographical locations. Certain disallowance on expenses at subsidiaries contributed to the higher tax provision.

B6. Sale of Unquoted Investments and/or Properties

	CURRENT QUARTER	CUMULATIVE QUARTERS
	1 Jan 2010 - 31 Mar 2010 RM'000	1 Jan 2010 - 31 Mar 2010 RM'000
Total carrying amount	-	-
Total sale proceeds	-	-
Total profit / (Loss) on disposals	-	-

B7. Financial Assets at Fair Value (Quoted Securities)

(a) The particulars of purchase or disposal of quoted securities (substantially on short term money market trust funds) are as follows :-

	CURRENT QUARTER	CUMULATIVE QUARTERS
	1 Jan - 31 Mar 2010 RM'000	1 Jan - 31 Mar 2010 RM'000
Total Purchase consideration	170	170
Total Sale proceeds	(15,637)	(15,637)
Total Profit/(Loss) on Disposals	116	116

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B7. Financial Assets at Fair Value (Quoted Securities) (continued)

(b) Investment as at 31 March 2010.

	Held as Long Term Investments RM'000	Held as Current Assets RM'000	TOTAL RM'000
At cost	56,974	20,090	77,063
At book value	23,884	18,202	42,086
At market value	23,740	18,481	42,221

B8. Status of Uncompleted Corporate Announcement

The Company and its subsidiaries announced on the following corporate events not yet completed at the last report date and their status at the date of this report are as follows:

i. Announcement made by Kulim (Malaysia) Berhad.

a) On 13th November 2007 the Company announced on a proposed Collaboration with PNG Sustainable Development Program Limited to jointly undertakes oil palm feasibility studies in Kamusie, Papua New Guinea ("Collaboration").

Collaboration agreement with PNG Sustainable Development Program Limited was signed on 5th December 2007.

At the date of this report there were no significant developments over this matter.

b) On 12th March 2010 the Company announced on a proposed disposal of a property known as Menara Ansar to Al-Aqar KPJ Reit for a total sale consideration of RM105,000,000 to be satisfied partly by cash consideration of RM63,000,140 and RM41,999,860 by the issuance of 42,857,000 new units in Al-Aqar at an issue price of RM0.98 per unit.

The proposed disposal is in the process for its completion expected before the end of the 3rd quarter 2010.

ii. Announcement made by Sindora Berhad (Sindora), a subsidiary of the Company; As at end of its previous group quarterly report and up to the date of this report Sindora made uncompleted corporate proposals announcement as follows;

a) The Company had on 27 December 2007 announced in respect of the conditional Sale & Purchase Agreement entered into between the Company and KFC Holdings (Malaysia) Bhd ("KFCH") to dispose a piece of land (including all factory, building, structures, infrastructure and facilities built or erected on the land) measuring 20.533 acres that forms part of a leasehold industrial land (expiring on 30 January 2041) held under document of title HS(D) 2276, PTD 1384, Mukim Hulu Sungai Johor, Kota Tinggi, Johor for RM6.15 million cash.

There were several extensions of the condition precedents fulfilment period that had been mutually agreed by both parties and announced accordingly. The latest announcement was made on 25 March 2010 to further extend the condition precedents fulfilment period until 25 September 2010.



B8. Status of Uncompleted Corporate Announcement (continued)

- b) The Company had on 27 February 2009 proposed leased of up to twenty (20) acres or 871,200 square feet of an area of land within Tanjung Langsat Port identified as PLO 46, Tanjung Langsat Industrial Complex, Mukim of Sungai Tiram, District of Johor Bahru, State of Johor by Johor Shipyard and Engineering Sdn. Bhd. from Tanjung Langsat Port Sdn. Bhd. (a wholly owned subsidiary of Johor Corporation) for a period of 30 years for a total lease rental of up to RM21.78 million or RM25 per square feet.

Later, on 17 November 2009 the parties to the Agreement of Lease had mutually agreed as follows:

- (i) Extend the condition precedents fulfilment period to 28 August 2010;
- (ii) Extend the delivery of Plot 1 to 29 months from the date of the Agreement for Lease; and
- (iii) Extend the delivery of Plot 2 to 33 months from the date of the Agreement for Lease

The proposal is pending approval by the relevant authorities.

- c) On 6 May 2009, the Company had entered into a conditional Subscription & Shareholders Agreement with Orkim Sdn Bhd and its existing shareholders namely, Wan Izani bin Wan Mahmood and Khoo Chin Yew for the proposed subscription of 7,524,019 new ordinary shares of RM1.00 each in Orkim equivalent to 22.04% of the enlarged issued and paid-up share capital of Orkim for a total consideration of RM9,999,000 or approximately RM1.33 per Orkim Share.

Subsequently, on the same date, E. A. Technique (M) Sdn. Bhd., a 51% - owned subsidiary of Sindora, had entered into a conditional Subscription and Share Purchase Agreement ("SSPA") with Orkim and its existing shareholders namely, Wan Izani and khoo for a total cash consideration of RM16,649,172 as detailed below:-

- proposed subscription of 3,475,981 new Orkim Shares equivalent to 9.24% of the enlarged issued and paid-up share capital of Orkim for a cash consideration of RM6,501,000 representing approximately RM1.87 per Orkim Share. On 21 August 2009, The Company announced that EA Tech had made payment of RM6,501,000 to Orkim being the full payment of the Agreed purchase subscription Price pursuant to the SSPA in relation to the proposed Subscription.; and
- proposed acquisition of 7,806,286 Orkim Share equivalent to 20.75% of the enlarged issued and paid-up share capital of Orkim for a cash consideration of RM10,148,172 representing approximately RM1.30 per Orkim Share. The proposal is expected to be completed by first quarter 2011.

On 29 May 2009, the Company announced that the proposed Subscription has been completed on 28 May 2009.

On 3 August 2009, the company announced that E.A Technique had mutually agreed with Orkim, Wan Ezani and Khoo to further extend the conditions precedent fulfillment period until 6 September 2009.



B8. Status of Uncompleted Corporate Announcement (continued)

In addition, EA Tech also made the first payment of RM1,577,494 and RM1,290,677 to Wan Ezani and Khoo respectively being the portion of purchase consideration pursuant to the SSPA in relation to the proposal.

On 31 December 2009, the Company announced that E.A. Technique had made the second payment of RM715,000 and RM585,000 to Wan Izani and Khoo respectively being the portion of purchase consideration pursuant to the SSPA in relation to EA Technique's proposed acquisition. As a result, Sindora Group's direct and indirect (via EA Technique) shareholding in Orkim has increased to 20.00% and 17.76% respectively. The third payment in relation to the acquisition of additional Orkim shares from the Vendors by EA Technique is scheduled to be made on 30 June 2010.

- d) On 11 May 2009 the Company issued an offer letter to dispose its entire 35% shareholding in MM Vitaoils Sdn. Bhd. ("MMV") to En Mazlan Muhammad ("MM") the controlling shareholder and Managing Director of MMV for a cash consideration of RM13.5 million. On 12 May 2009, the Company received an acceptance from MM to acquire the entire 2,374,750 shares of RM1.00 each in MMV for RM13.5 million cash or approximately RM5.68 per share. The proposal is expected to be completed before 31 December 2009.

However, MM failed to settle the full amount by 31 December 2009, as agreed. Instead, MM has proposed to extend the settlement period to a later date, which is pending approval by the Company's Board of Directors.

- e) The Company had on 23 March 2010 entered into a conditional Share Purchase Agreement (SPA) with Commerce-KNB Agro Teroka Sdn Bhd in relation to the sale and purchase of 3,800,000 Redeemable Convertible Cumulative Preference Shares (RCCPS) in Series A of par value 1 sen each being the entire issued preference share capital of Microwell Sdn Bhd (Microwell) for RM4,500,000 cash.

The proposed acquisition was completed on 23 April 2010.

- iii. Announcement made by KFC Holdings (Malaysia) Bhd., a subsidiary of QSR Brands Berhad, as subsidiary of the Company;

- a) KFCH had on 2 November 2007 announced the purchase of a piece of freehold land measuring approximately 41,294.90 square feet identified as Parcel C9 being part of land previously held under Lot 413, Mukim of Tebrau, District of Johor Bahru, via its wholly-owned subsidiary, KFC (Peninsular Malaysia) Sdn Bhd for a cash consideration of RM3,241,648.

KFCH is in the midst of completing the Condition Precedents as defined in the Sale and Purchase Agreement with Damansara Realty (Johor) Sdn Bhd, a member of Johor Corporation Group of Companies.



B8. Status of Uncompleted Corporate Announcement (continued)

- b) KFCH had on 27 December 2007 announced the purchase of a piece of land (including all factories, buildings, structures, infrastructure and facilities built or erected on the land) measuring 20.533 acres that forms part of a leasehold industrial land (expiring on 30 January 2041) held under document of title HS (D) 2276, PTD 1384, Mukim Hulu Sungai Johor, Kota Tinggi, Johor for a cash consideration of RM6,150,000.

KFCH is in the midst of completing the Condition Precedents as defined in the Sale and Purchase Agreement with Sindora Berhad, a member of Johor Corporation Group of Companies.

- c) KFCH had on 10 July 2008 announced the purchase of a part of the land measuring 1.18 acres held under HS(D) 367670 PTD104984, in the Mukim of Tebrau, Daerah Johor Bahru, Johor, via its wholly-owned subsidiary, SPM Restaurants Sdn Bhd for a cash consideration of RM4,034,963.

The company had on 18 September 2009 announced that KFCH and Damansara Realty (Johor) Sdn Bhd, the Vendor, have mutually agreed that the Sale and Purchase Agreement have been varied with the execution of the Supplemental Sale and Purchase Agreement on 18 September 2009.

KFCH is in the midst of completing the Condition Precedents as defined in the Sale and Purchase Agreement with Johor Corporation.

- d) KFCH had on 5 November 2008 announced the purchase of a piece of agricultural land measuring 400 acres in area being part of Lot PTD 9374 HS(D) 41897, Mukim Bukit Batu, District of Kulaijaya, State of Johor Darul Takzim, via its wholly-owned subsidiary, Ayamas Food Corporation Sdn Bhd for a cash consideration of RM10,400,000.

KFCH is in the midst of completing the Condition Precedents as defined in the Sale and Purchase Agreement with Johor Corporation.

**KULIM (MALAYSIA) BERHAD**

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Interim report for the financial year ending 31 December 2010

B9. Borrowings and Debt Securities

	As at 31 Mar 2010 RM'000	As at 31 Dec 2009 RM'000
Term Loans		
Secured - denominated in RM	995,266	1,002,351
- denominated in USD	87,610	34,292
- denominated in Kina	135,381	128,286
Unsecured - denominated in RM	141,615	149,919
- denominated in USD	3,312	2,134
- denominated in SDR	11,628	-
Finance lease liabilities - secured	62	2,840
Less : Due within 12 months (reclassified to short term borrowings)	(82,257)	(162,338)
Total - Term Loan	1,292,617	1,157,484
Short Term Borrowings (reclassified)	82,257	162,338
Other Short Term Borrowings		
Revolving credits - secured	3,780	-
- unsecured	-	82,092
Bank overdrafts - secured	33,380	32,217
- unsecured	-	6,018
Short term bank borrowings - unsecured	378,122	263,328
Finance lease liabilities - secured	-	1,754
Total - Short Term Borrowings	415,282	385,409
Total Borrowings	1,790,156	1,705,231

B10. Material Litigation, Claims and Arbitration

There were no material litigations, claims and arbitration outstanding.

B11. Dividend Proposed

There was no dividend payment proposed during the quarter. The Board of Directors recommended a final dividend payment of 15% less 25% income tax for the financial year ended 31 December 2009 subject to the shareholders approval at the forthcoming AGM of the Company.

**KULIM (MALAYSIA) BERHAD**

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B12. Earnings Per Share ("EPS")

	CURRENT QUARTER		CUMULATIVE QUARTERS	
	1 Jan - 31 Mar 2010	2009	1 Jan - 31 Mar 2010	2009
	RM'000	RM'000	RM'000	RM'000
Net profit for the period	61,895	24,407	61,895	24,407
Weighted average no. of shares in issue	312,349	302,597	312,349	302,597
Basic earnings per share	19.82	8.07	19.82	8.07
Diluted Earnings per share	-	7.92	-	7.92

B13. Currency Translation

The exchange rates used for each unit of the currencies in the Group for the current financial period are:

	THIS YEAR CURRENT QUARTER		PRECEEDING YEAR CORRESPONDING QUARTER	
	MTH-END RATE	AVERAGE RATE	MTH-END RATE	AVERAGE RATE
Papua New Guinea Kina (PGK/Kina/K)	1.2365	1.2792	1.2190	1.2135
United Kingdom Pound Sterling (GBP)	4.9415	5.2018	5.2225	5.0918
United States of America Dollar (USD/US\$)	3.2725	3.3509	3.6595	3.5513
EUR	4.3940	4.6546	4.8270	4.8395
Singapore Dollar (S\$)	2.3388	2.3897	2.4048	2.3934
Solomon Islands Dollar (SBD)	0.4098	0.3934	0.5240	0.5211

By Order of the Board
KULIM (MALAYSIA) BERHAD

IDHAM JIHADI BIN ABU BAKAR, MAICSA 7007381
NURALIZA BINTI A. RAHMAN, LS 0008565
(Secretaries)

Dated : 27 May 2010