



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

**CONDENSED CONSOLIDATED INTERIM FINANCIAL REPORT**  
**FOR THE QUARTER AND 12 MONTH ENDED 31 DECEMBER 2013**



**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME  
FOR THE FOURTH QUARTER TO 31 DECEMBER 2013**

	3 months ended		12 months ended	
	31.12.2013 RM'000	31.12.2012 RM'000 As restated	31.12.2013 RM'000	31.12.2012 RM'000 As restated
Revenue	661,729	714,029	2,851,753	3,035,893
Expenses excluding finance cost & tax	(606,593)	(604,036)	(2,317,040)	(2,402,377)
Depreciation and amortisation	(64,580)	(71,165)	(305,997)	(282,174)
Other operating income / (loss)	63,154	(45,336)	(8,041)	66,675
<b>Profit from operations</b>	<b>53,710</b>	<b>(6,508)</b>	<b>220,675</b>	<b>418,017</b>
Finance cost	(21,129)	(20,125)	(82,453)	(93,327)
Interest income	5,377	2,938	11,114	11,182
Share of profit in associates	116	318	300	454
<b>Profit before taxation</b>	<b>38,074</b>	<b>(23,377)</b>	<b>149,636</b>	<b>336,326</b>
Income tax expense	(37,996)	(24,132)	(99,864)	(87,752)
<b>Profit from continuing operations</b>	<b>78</b>	<b>(47,509)</b>	<b>49,772</b>	<b>248,574</b>
Discontinued operation				
Profit from discontinued operation, net of tax	(7,963)	38,055	416,059	187,170
<b>Profit for the year</b>	<b>(7,885)</b>	<b>(9,454)</b>	<b>465,831</b>	<b>435,744</b>
Profit attributable to:				
Owners of the company	3,389	(39,390)	431,078	211,211
Minority interest	(11,274)	29,936	34,753	224,533
<b>Profit for the period</b>	<b>(7,885)</b>	<b>(9,454)</b>	<b>465,831</b>	<b>435,744</b>
Basic earnings per ordinary share (sen):	Sen	Sen	Sen	Sen
From continuing operations	0.01	(3.79)	4.64	11.13
From discontinued operations	(0.62)	3.03	29.16	5.71
Diluted earnings per ordinary share (sen):				
From continuing operations	0.01	(3.65)	4.60	10.71
From discontinued operations	(0.62)	2.92	28.91	5.50

The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Audited Financial Statements for the year ended 31.12.2012



**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME  
FOR THE FOURTH QUARTER TO 31 DECEMBER 2013**

	3 months ended		12 months ended	
	31.12.2013 RM'000	31.12.2012 RM'000 As restated	31.12.2013 RM'000	31.12.2012 RM'000 As restated
Profit for the period	(7,885)	(9,454)	465,831	435,744
Foreign currency translation differences for foreign operations	107,381	190,243	(266,782)	(69,649)
Transfer (from) / to:				
- reserve	-	-	256	1,972
Cash flow hedge	(1,313)	1,612	1,573	9,405
Available for sale reserve	(1,601)	(1,939)	(655)	(4,347)
<b>Total comprehensive income for the period</b>	<b>96,582</b>	<b>180,462</b>	<b>200,223</b>	<b>373,125</b>
Total comprehensive income attributable to:				
Owners of the company	10,456	(25,174)	306,966	169,633
Minority interest	86,126	205,636	(106,743)	203,492
<b>Total comprehensive income for the period</b>	<b>96,582</b>	<b>180,462</b>	<b>200,223</b>	<b>373,125</b>



**CONSOLIDATED STATEMENT OF FINANCIAL POSITION  
AS AT 31 DECEMBER 2013**

	AS AT END OF CURRENT QUARTER 31.12.2013 RM'000	AS AT FINANCIAL YEAR 31.12.2012 (AUDITED) RM'000	AS AT FINANCIAL YEAR 01.01.2013 (RESTATED) RM'000
<b>ASSETS</b>			
Property, plant and equipment	6,433,580	3,149,132	6,614,261
Investment property	107,758	95,602	95,602
Investment in associates	2,060	1,868,694	1,718
Other investments	81,198	83,761	83,761
Intangible assets:	189,759	27,778	204,665
Goodwill (on consolidation)	180,921	17,178	194,010
Other intangibles (if any)	8,838	10,600	10,655
Deferred tax assets	3,556	-	-
<b>Non-current assets</b>	<b>6,817,911</b>	<b>5,224,967</b>	<b>7,000,007</b>
Assets classified as held for sale	-	3,408,193	3,408,193
Other investments	12,609	23,860	23,860
Inventories	655,327	82,387	711,685
Trade and other receivables	526,775	228,599	623,506
Derivative financial instruments	16,119	-	24,128
Tax recoverable	27,535	28,858	28,858
Cash and cash equivalents	377,180	222,336	280,889
<b>Current assets</b>	<b>1,615,545</b>	<b>3,994,233</b>	<b>5,101,119</b>
<b>TOTAL ASSETS</b>	<b>8,433,456</b>	<b>9,219,200</b>	<b>12,101,126</b>
<b>EQUITY AND LIABILITIES</b>			
Share capital	323,512	320,637	320,638
Share premium	247,507	204,820	204,819
Other reserves:	1,304,232	1,371,132	1,417,890
Revaluation and other reserves	1,280,706	1,317,979	1,364,737
Warrant reserve	90,587	98,980	98,980
Treasury shares	(67,061)	(45,827)	(45,827)
Revenue reserves	1,905,409	2,038,520	1,474,331
Equity Attributable to Equity Holders of the Company	3,780,660	3,935,109	3,417,678
Minority Interest	1,346,491	1,384,487	2,781,972
<b>Total equity</b>	<b>5,127,151</b>	<b>5,319,596</b>	<b>6,199,650</b>
Loans and borrowings	1,032,695	470,722	1,166,503
Deferred tax liabilities	908,772	166,170	976,376
<b>Non current liabilities</b>	<b>1,941,467</b>	<b>636,892</b>	<b>2,142,879</b>
Trade and other payables	307,407	1,311,539	1,465,147
Current income tax liabilities	26,489	466	21,868
Loans and borrowings	1,030,942	655,647	976,523
Liabilities classified as held for sale	-	1,295,060	1,295,059
<b>Current liabilities</b>	<b>1,364,838</b>	<b>3,262,712</b>	<b>3,758,597</b>
<b>TOTAL LIABILITIES</b>	<b>3,306,305</b>	<b>3,899,604</b>	<b>5,901,476</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>8,433,456</b>	<b>9,219,200</b>	<b>12,101,126</b>
<b>NET ASSETS PER SHARE (RM)</b>	<b>2.92</b>	<b>3.07</b>	<b>2.66</b>


**KULIM (MALAYSIA) BERHAD**

Company No. 23370-V

Interim report for the financial year ending 31 December 2013

**CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2013**

	←——— ATTRIBUTABLE TO EQUITY HOLDER OF THE COMPANY ———→										
	NO. OF SHARES	NON-DISTRIBUTABLE					DISTRIBUTABLE		TOTAL RM'000	MINORITY INTEREST RM'000	TOTAL EQUITY RM'000
		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				
Balance as at 1 January 2012	1,262,037,256	315,509	(96,186)	116,013	113,945	1,406,315	2,436,500	4,292,096	2,628,603	6,920,699	
Foreign exchange translation differences	-	-	-	-	-	(44,860)	-	(44,860)	(24,789)	(69,649)	
Transfer from reserves to retained profit	-	-	-	-	-	1,972	-	1,972	-	1,972	
Cash flow hedges	-	-	-	-	-	4,606	-	4,606	4,799	9,405	
Fair value of available-for-sale financial assets	-	-	-	-	-	(3,296)	-	(3,296)	(1,051)	(4,347)	
Total other comprehensive income for the year	-	-	-	-	-	(41,578)	-	(41,578)	(21,041)	(62,619)	
Profit for the year	-	-	-	-	-	-	211,211	211,211	224,533	435,744	
Total comprehensive income for the year	-	-	-	-	-	(41,578)	211,211	169,633	203,492	373,125	
Warrant exercised	20,511,607	5,128	-	88,808	(14,965)	-	-	78,971	-	78,971	
Acquisition of additional interest in subsidiaries	-	-	-	-	-	-	-	-	(141,851)	(141,851)	
Impact of dilution	-	-	-	-	-	-	56,250	56,250	144,939	201,189	
Share options exercised	-	-	96,188	-	-	-	46,290	142,478	-	142,478	
Dividends to shareholders	-	-	-	-	-	-	(1,254,442)	(1,254,442)	-	(1,254,442)	
Dividend to minority interest of subsidiaries	-	-	-	-	-	-	-	-	(70,331)	(70,331)	
Cancellation of shares buy back by subsidiaries	-	-	-	-	-	-	(17,120)	(17,120)	17,120	-	
Treasury shares acquired	-	-	(45,829)	-	-	-	-	(45,829)	-	(45,829)	
Acquisition of new subsidiaries	-	-	-	-	-	-	(4,358)	(4,358)	-	(4,358)	
Balance as at 31 December 2012	1,282,548,863	320,637	(45,827)	204,821	98,980	1,364,737	1,474,331	3,417,679	2,781,972	6,199,651	
Balance as at 1 January 2013	1,282,548,863	320,637	(45,827)	204,821	98,980	1,317,979	2,038,520	3,935,110	1,384,490	5,319,600	
Effect adopting FRS10	-	-	-	-	-	46,758	(564,189)	(517,431)	1,397,482	880,051	
As at 31 December 2012 / 1 January 2013, restated	1,282,548,863	320,637	(45,827)	204,821	98,980	1,364,737	1,474,331	3,417,679	2,781,972	6,199,651	
Foreign exchange translation differences	-	-	-	-	-	(124,483)	-	(124,483)	(142,299)	(266,782)	
Net surplus arising from revaluation of properties	-	-	-	-	-	-	-	-	-	-	
Transfer from reserves to retained profit	-	-	-	-	-	256	-	256	-	256	
Cash flow hedges	-	-	-	-	-	770	-	770	803	1,573	
AFS Reserve	-	-	-	-	-	-	-	-	-	-	
Fair value of available-for-sale financial assets	-	-	-	-	-	(655)	-	(655)	-	(655)	
Total other comprehensive income for the year	-	-	-	-	-	(124,112)	-	(124,112)	(141,496)	(265,608)	
Profit for the year	-	-	-	-	-	-	431,078	431,078	34,753	465,831	
Total comprehensive income for the year	-	-	-	-	-	(124,112)	431,078	306,966	(106,743)	200,223	
Increase in minority interest	-	-	-	-	-	-	-	-	1,600	1,600	
Warrant exercised	11,504,248	2,875	-	42,686	(8,393)	-	-	37,168	-	37,168	
Dividend to non-controlling interest of subsidiaries	-	-	-	-	-	-	-	-	(24,716)	(24,716)	
Shares based payment under ESOS	-	-	-	-	-	9,714	-	9,714	-	9,714	
Treasury shares acquired	-	-	(21,234)	-	-	-	-	(21,234)	-	(21,234)	
Acquisition of additional interest in subsidiaries	-	-	-	-	-	30,367	-	30,367	(1,307,012)	(1,276,645)	
Acquisition of new subsidiaries	-	-	-	-	-	-	-	-	1,390	1,390	
Balance as at 31 December 2013	1,294,053,111	323,512	(67,061)	247,507	90,587	1,280,706	1,905,409	3,780,660	1,346,491	5,127,151	



**KULIM (MALAYSIA) BERHAD**

Company No. 23370-V

Interim report for the financial year ending 31 December 2013

<b>CONSOLIDATED STATEMENT OF CASH FLOW FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2013</b>		
	<b>AS AT 31.12.2013 RM'000</b>	<b>AS AT 31.12.2012 (Restated) RM'000</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit before taxation		
- continued operations	149,636	336,326
- discontinued operations	417,266	266,002
	566,902	602,328
Non-cash item	246,449	172,325
<b>Operating profit before changes in working capital</b>	<b>813,351</b>	<b>774,653</b>
Changes in working capital:		
Inventories	67,189	223,047
Receivables	96,732	250,381
Payables	(220,070)	634,320
Cash generated from operations	757,202	1,882,401
Income tax paid	(44,426)	(200,089)
<b>Net cash (used in)/ generated from operating activities</b>	<b>712,776</b>	<b>1,682,312</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Acquisition of subsidiaries, net of cash acquired	(1,340)	-
Dividends received	1,927	-
Interest received	11,114	11,182
Payment of:		
- deferred farm expenditure	-	(1,153)
Purchase of:		
- equity interest in:		
- other investments	(37,607)	(61,291)
- property, plant and equipment	(598,409)	(1,154,200)
- intangible assets	(5,458)	(22,568)
- investment properties	-	(283)
Proceeds from:		
- disposal of other investment:		
- non-current	47,573	141,674
- disposal of property, plant and equipment	-	2,642
- disposal of subsidiaries	1,253,993	-
<b>Net cash (used in)/generated from investing activities</b>	<b>671,793</b>	<b>(1,083,997)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Dividend paid to:		
- shareholders of the Company	(1,158,450)	(95,992)
- minority shareholders of subsidiaries	(24,718)	(32,973)
Advance from holding company		
Proceeds from term loans	638,753	804,412
Repayment of term loans	(685,049)	(1,663,703)
Proceeds from the issue of shares:		
- Warrants	37,185	78,971
(Purchase) / Disposal of treasury shares	(21,234)	96,647
Issue of shares to minority shareholders of subsidiaries	1,600	-
(Addition) / Withdrawal of fixed deposits pledged	-	1,096
Interest paid	(82,453)	(93,327)
<b>Net cash (used in)/generated from financing activities</b>	<b>(1,294,366)</b>	<b>(904,869)</b>
Net (decrease) in cash and cash equivalents	90,203	(306,554)
Effect of exchange reserve rate fluctuations on cash held	1,542	(3,982)
Cash and cash equivalents at 1 January	246,182	556,718
<b>Cash and cash equivalents at 31 December</b>	<b>337,927</b>	<b>246,182</b>
<b>Cash and cash equivalents</b>		
Cash and cash equivalents included in the cash flow statements comprise the following balance sheet amounts:		
Cash and bank balances	203,940	205,647
Deposits with licensed banks	173,240	75,241
	377,180	280,889
Less:		
Deposits pledged	-	-
Bank overdraft	(39,253)	(34,706)
	337,927	246,182



**PART A: EXPLANATORY NOTES PURSUANT TO FRS 134**

**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 Standards Board (MASB). The Interim Financial Report should be read in conjunction with the Group's audited financial statements for the year ended 31 December 2012.

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 2012.

**A2. Significant Accounting Policies**

The significant accounting policies adopted are consistent with the audited financial statements for the year ended 31 December 2012. 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 2012.

On 1 January 2013, the Group adopted the following FRSs, Amendments to FRSs and IC Interpretations:-

FRS 101 Presentation of items of Other Comprehensive Income (Amendments to FRS 101)	1 July 2012
Amendments to FRS 101: Presentation of Financial Statements (Improvements to FRSs (2012))	1 January 2013
FRS 10 Consolidated Financial Statements	1 January 2013
FRS 11 Joint Arrangements	1 January 2013
FRS 12 Disclosure of interests in Other Entities	1 January 2013
FRS 13 Fair Value Measurement	1 January 2013
FRS 119 Employee Benefits	1 January 2013
FRS 127 Separate Financial Statements	1 January 2013
FRS 128 Investment in Associate and Joint Ventures	1 January 2013
Amendment to IC Interpretation 2 Members' Shares in Co-operative Entities and Similar Instruments (Improvements to FRSs (2012))	1 January 2013
IC Interpretation 20 Stripping Costs in the Production Phase of a Surface Mine	1 January 2013
Amendments to FRS 7: Disclosures - Offsetting Financial Assets and Financial Liabilities	1 January 2013
Amendments to FRS 1: First-time Adoption of Malaysian Financial Reporting Standards - Government Loans	1 January 2013
Amendments to FRS 1: First-time Adoption of Malaysian Financial Reporting Standards (Improvements to FRSs (2012))	1 January 2013
Amendments to FRS 116: Property, Plant and Equipment (Improvements to FRSs (2012))	1 January 2013
Amendments to FRS 132: Financial Instruments: Presentation (Improvements to FRSs (2012))	1 January 2013



**PART A: EXPLANATORY NOTES PURSUANT TO FRS 134**

**A2. Significant Accounting Policies (continued)**

Amendments to FRS134: Interim Financial Reporting (Improvements to FRSs (2012))	1 January 2013
Amendments to FRS 10: Consolidated Financial Statements: Transition Guidance	1 January 2013
Amendments to FRS 11: Joint Arrangements: Transition Guidance	1 January 2013
Amendments to FRS 12: Disclosure of Interests in Other Entities: Transition Guidance	1 January 2013

The adoption of the above FRSs, Amendments to FRSs and IC Interpretations did not have any material impact on the financial performance or position of the Group except for the application of FRS 10 as explained in below.

At the date of authorization of these interim financial statements, the following FRSs, Amendments to FRSs and IC Interpretations were issued but not yet effective and have not been applied by the Group:

<u>Description</u>	<u>Effective for annual periods beginning on or after</u>
Amendments to FRS 132: Offsetting Financial Assets and Financial Liabilities	1 January 2014
Amendments to FRS 10, FRS 12 and FRS 127: Investment Entities	1 January 2014
FRS 9 Financial Instruments	1 January 2015

Other than for application of FRS 10, the application of the above FRS, Amendment to FRS and Interpretations did not result in any significant changes in the accounting policies and presentation of the Financial results of the Group.

The impact on the financial performance and results of the Group arising from the adoption of FRS 10 is discussed below:

FRS 10 replaces part of FRS 127 Consolidated and Separate Financial Statements that deals with consolidated financial statements and IC Interpretation 112 Consolidation - Special Purpose Entities.

Under FRS 10, an investor controls an investee when (a) the investor has power over an investee, (b) the investor has exposure, or rights, to variable returns from its investment with the investee, and (c) the investor has ability to use its power over the investee to affect the amount of the investor's return. Under FRS 127 Consolidated and Separate Financial Statements, control was defined as the power to govern the financial and operating policies of an entity so as to obtain benefits from its activities.

FRS 10 includes detailed guidance to explain when an investor that owns less than 50 per cent of the voting shares in an investee has control over the investee. FRS 10 requires the investor to take into account all relevant facts and circumstances, particularly the size of the investor's holding of voting rights relative to the size and dispersion of holdings of the other vote holders.



**PART A: EXPLANATORY NOTES PURSUANT TO FRS 134****A2. Significant Accounting Policies (continued)**

The application of FRS 10 affected the accounting for the Group's equity interest in New Britain Palm Oil Limited ("NBPOL"). During the previous financial year, the Group's shareholdings in NBPOL was diluted to 49.54% and this was accounted for as a deemed disposal of a subsidiary.

Under FRS 10 which was effective on 1 January 2013, the directors consider that the Group has retained control of NBPOL even though it has less than 50% of the voting rights. The Group is the major shareholder of NBPOL with 48.97% equity interest as at 31 December 2012. Given the dispersed nature of the shareholdings in NBPOL not held by the Group, the directors consider that the shareholders who are likely to attend the shareholders' meeting of NBPOL are unlikely to out vote the Group in any resolution and that therefore, the Group has control over NBPOL.

The change in accounting policy has been accounted for retrospectively in accordance with the transitional provisions of FRS 10.

Following the adoption of FRS 10, certain comparatives have been restated as follow:

**Consolidated statement of financial position at 31 December 2012**

	Originally stated RM'000	Adjustment RM'000	Restated RM'000
Non-current assets	5,224,967	1,783,771	7,008,738
Current assets	3,994,232	1,107,065	5,101,297
<b>Total assets</b>	<b>9,219,199</b>	<b>2,890,836</b>	<b>12,110,035</b>
Non-current liabilities	636,892	1,505,987	2,142,879
Current liabilities	3,262,712	504,796	3,767,508
Total equity	5,319,595	880,053	6,199,648
<b>Total equity and liabilities</b>	<b>9,219,199</b>	<b>2,890,836</b>	<b>12,110,035</b>

**Consolidated statement of comprehensive income for 12 months period ended 31 December 2012**

	Originally stated RM'000	Adjustment RM'000	Restated RM'000
Revenue	906,836	2,129,057	3,035,893
Profit before tax	763,499	(427,173)	336,326
Profit for the period	1,011,267	(575,523)	435,744

**Consolidated statement of comprehensive income for 3 months period ended 31 December 2012**

	Originally stated RM'000	Adjustment RM'000	Restated RM'000
Revenue	205,836	508,193	714,029
Profit before tax	(1,314,800)	1,291,423	(23,377)
Profit for the period	(1,270,248)	1,260,794	(9,454)



**PART A: EXPLANATORY NOTES PURSUANT TO FRS 134**

**A2. Significant Accounting Policies (continued)**

**Malaysian Financial Reporting Standards (MFRS Framework)**

On 19 November 2011, the Malaysian Accounting Standards Board (MASB) issued a new MASB approved accounting framework, the Malaysian Financial Reporting Standards (MFRS Framework).

The MFRS Framework is to be applied by all Entities Other Than Private Entities for annual periods beginning on or after 1 January 2012, with the exception of entities that are within the scope of MFRS 141 Agriculture (MFRS 141) and IC Interpretation 15 Agreements for Construction of Real Estate (IC 15), including its parent, significant investor and venturer (herein called 'Transitioning Entities').

On 4<sup>th</sup> July 2012, MASB made an announcement of which Transitioning Entities will be allowed to defer adoption of the new MFRS Framework for an additional one year. Consequently, adoption of the MFRS Framework by Transitioning Entities will be mandatory for annual periods beginning on or after 1 January 2014.

The Group falls within the scope definition of Transitioning Entities and has opted to defer adoption of the new MFRS Framework. Accordingly, the Group will be required to prepare financial statements using the MFRS Framework in its first MFRS financial statements for the year ending 31 December 2014. In presenting its first MFRS financial statements, the Group will be required to restate the comparative financial statements to amounts reflecting the application of MFRS Framework. The majority of the adjustments required on transition will be made, retrospectively, against opening retained profits.

The Group has not completed its assessment of the financial effects of the differences between Financial Reporting Standards and accounting standards under the MFRS Framework. Accordingly, the financial performance and financial position as disclosed in these interim financial statements for the period ended 31 December 2012 could be different if prepared under the MFRS Framework.

**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.



**PART A: EXPLANATORY NOTES PURSUANT TO FRS 134**

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

The financial results of the Group were significantly affected by the adoption of FRS 10. Further details are disclosed in Note A2.

**A6. Change in Accounting Estimates**

There were no changes in the accounting estimated reported in prior interim period or financial year that have material effect in the current financial quarter for the current financial period.

**A7. Debt and Equity Securities**

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

**A8. Dividend Paid**

There was no dividend paid during the quarter.

**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-V

Interim report for the financial year ending 31 December 2013

**PART A: EXPLANATORY NOTES PURSUANT TO FRS 134**
**A9. Segmental Information (continued)**

Results for 12 Months Ended 31 December 2013	Plantation		Foods and Restaurants	Intrapreneur Ventures (IV)		Inv. property	Associated companies	Others	Elimination (Discontinued operation)	Consolidated
	Malaysia	Papua New Guinea & Solomon island		Shipping services	Other IV					
	RM'000	RM'000		RM'000	RM'000					
<b>Operating revenue</b>	<b>780,325</b>	<b>1,789,641</b>	-	<b>158,380</b>	<b>94,232</b>	<b>9,260</b>	-	<b>68,134</b>	<b>(48,219)</b>	<b>2,851,753</b>
<b>Segment results</b>	<b>164,887</b>	<b>86,190</b>	-	<b>48,401</b>	<b>7,408</b>	<b>5,103</b>	<b>300</b>	<b>(81,000)</b>	<b>(10,314)</b>	<b>220,975</b>
Interest income	4,386	42	-	923	63	-	-	5,700	-	11,114
Finance costs	(35,171)	(30,797)	-	(16,901)	(1,971)	-	-	29	2,358	(82,453)
										-
<b>Profit before tax</b>	<b>134,102</b>	<b>55,435</b>	-	<b>32,423</b>	<b>5,500</b>	<b>5,103</b>	<b>300</b>	<b>(75,271)</b>	<b>(7,956)</b>	<b>149,636</b>

Results for 12 Months Ended 31 December 2012	Plantation		Foods and Restaurants	Intrapreneur Ventures (IV)		Inv. property	Associated companies	Others	Elimination (Discontinued operation)	Consolidated
	Malaysia	Papua New Guinea & Solomon island		Shipping services	Other IV					
	RM'000	RM'000		RM'000	RM'000					
<b>Operating revenue</b>	<b>712,195</b>	<b>2,129,074</b>	<b>3,619,003</b>	<b>184,907</b>	<b>170,216</b>	<b>8,644</b>	-	<b>15,844</b>	<b>(3,803,990)</b>	<b>3,035,893</b>
<b>Segment results</b>	<b>156,874</b>	<b>289,866</b>	<b>261,659</b>	<b>52,041</b>	<b>4,250</b>	<b>3,121</b>	<b>454</b>	<b>(62,334)</b>	<b>(287,460)</b>	<b>418,471</b>
Interest income	8,716	132	-	-	-	-	-	2,334	-	11,182
Finance costs	(44,032)	(33,265)	(18,422)	(22,889)	(1,468)	-	-	(869)	27,618	(93,327)
<b>Profit before tax</b>	<b>121,558</b>	<b>256,733</b>	<b>243,237</b>	<b>29,152</b>	<b>2,782</b>	<b>3,121</b>	<b>454</b>	<b>(60,869)</b>	<b>(259,842)</b>	<b>336,326</b>



**KULIM (MALAYSIA) BERHAD**

Company No. 23370-V

Interim report for the financial year ending 31 December 2013

**PART A: EXPLANATORY NOTES PURSUANT TO FRS 134**

**A9. Segmental Information (continued)**

Results for 3 Months Ended 31 December 2013	Plantation		Foods and Restaurants	Intrapreneur Ventures (IV)		Inv. property	Associated companies	Others	Elimination (Discontinued operation)	Consolidated
	Malaysia	Papua New Guinea & Solomon island		Shipping services	Other IV					
	RM'000	RM'000		RM'000	RM'000					
<b>Operating revenue</b>	188,268	406,793	-	33,333	24,784	2,547	-	6,004	-	661,729
<b>Segment results</b>	53,272	3,392	-	27,978	(1,746)	1,566	116	(30,752)	-	53,826
Interest income	3,344	29	-	923	30	(7)	-	1,058	-	5,377
Finance costs	(8,818)	(7,338)	-	(5,134)	(1,082)	-	-	1,243	-	(21,129)
<b>Profit before tax</b>	47,798	(3,917)	-	23,767	(2,798)	1,559	116	(28,451)	-	38,074

Results for 3 Months Ended 31 December 2012	Plantation		Foods and Restaurants	Intrapreneur Ventures (IV)		Inv. property	Associated companies	Others	Elimination (Discontinued operation)	Consolidated
	Malaysia	Papua New Guinea & Solomon island		Shipping services	Other IV					
	RM'000	RM'000		RM'000	RM'000					
<b>Operating revenue</b>	200,283	480,269	978,029	10,902	4,829	2,182	-	13,008	(975,473)	714,029
<b>Segment results</b>	31,402	27,526	71,619	4,448	(489)	692	318	(75,921)	(65,785)	(6,190)
Interest income	2,135	-	-	-	-	-	-	803	-	2,938
Finance costs	(13,164)	(8,325)	(4,728)	(8,072)	(384)	-	-	6,692	7,856	(20,125)
<b>Profit before tax</b>	20,373	19,201	66,891	(3,624)	(873)	692	318	(68,426)	(57,929)	(23,377)



**KULIM (MALAYSIA) BERHAD**

Company No. 23370-V

Interim report for the financial year ending 31 December 2013

**PART A: EXPLANATORY NOTES PURSUANT TO FRS 134**

**A9. Segmental Information (continued)**

Assets and Liabilities As at 31 December 2013	Plantation		Foods and Restaurants	Intrapreneur Ventures (IV)		Inv. property	Associated companies	Others	Consolidated
	Malaysia	Papua New Guinea & Solomon island		Shipping services	Other IV				
	RM'000	RM'000		RM'000	RM'000				
Segment assets	3,526,972	4,170,545	-	470,024	71,041	107,758	2,060	3,858	8,352,258
Unallocated corporate assets	-	-	-	-	-	-	-	81,198	81,198
<b>Total assets</b>	<b>3,526,972</b>	<b>4,170,545</b>	<b>-</b>	<b>470,024</b>	<b>71,041</b>	<b>107,758</b>	<b>2,060</b>	<b>85,056</b>	<b>8,433,456</b>
Segment liabilities	899,030	1,062,767	-	320,831	102,541	-	-	12,364	2,397,533
Unallocated corporate liabilities	183,338	713,551	-	-	-	-	-	11,883	908,772
<b>Total liabilities</b>	<b>1,082,368</b>	<b>1,776,318</b>	<b>-</b>	<b>320,831</b>	<b>102,541</b>	<b>-</b>	<b>-</b>	<b>24,247</b>	<b>3,306,305</b>

Assets and Liabilities As at 1 January 2013	Plantation		Foods and Restaurants	Intrapreneur Ventures (IV)		Inv. property	Associated companies	Others	Consolidated
	Malaysia	Papua New Guinea & Solomon island		Shipping services	Other IV				
	RM'000	RM'000		RM'000	RM'000				
Segment assets	3,521,932	4,730,459	3,091,196	424,207	104,234	95,602	1,718	48,017	12,017,365
Unallocated corporate assets	-	-	-	-	-	-	-	83,761	83,761
<b>Total assets</b>	<b>3,521,932</b>	<b>4,730,459</b>	<b>3,091,196</b>	<b>424,207</b>	<b>104,234</b>	<b>95,602</b>	<b>1,718</b>	<b>131,778</b>	<b>12,101,126</b>
Segment liabilities	1,832,534	1,191,665	1,070,408	294,244	82,593	-	-	453,654	4,925,098
Unallocated corporate liabilities	155,751	810,207	-	-	562	-	-	9,858	976,378
<b>Total liabilities</b>	<b>1,988,285</b>	<b>2,001,872</b>	<b>1,070,408</b>	<b>294,244</b>	<b>83,155</b>	<b>-</b>	<b>-</b>	<b>463,512</b>	<b>5,901,476</b>



**PART A: EXPLANATORY NOTES PURSUANT TO FRS 134**

**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 31<sup>st</sup> 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**

- a) On 3 October 2013, the company announced that it had entered into a conditional share sale agreement with PT Graha Sumber Berkah in relation to the proposed acquisition of 75% equity interest in PT Wisesa Inspirasi Nusantara (“PT WIN”) for a total consideration of up to USD 43.44 million.

On 17 February 2014, the company announced that BKPM had vide its letter dated 30 December 2013 (“BKPM Letter”) approved the change of PT WIN’s corporate status to a PMA company subject to, amongst others, that Kulim shall hold 74% of the total issued and paid-up share capital of PT WIN comprising 11,241,007 PT WIN Shares (“Condition(s)”). In relation thereto, Kulim and PT GSB have mutually agreed to the Conditions resulting in Kulim holding 74% of PT WIN and the remaining 26% held by PT GSB.

In order to comply with the shareholding requirements stated in the BKPM Letter, the Parties have agreed to the following transactions:-

- (1) the transfer of 3,326,338 PT WIN Shares from PT GSB and 1,000 PT WIN Shares from RWTS to Kulim pursuant to a Deed of Sale and Purchase of Shares dated 10 January 2014, for a cash consideration of approximately USD17.14 million (equivalent to approximately RM56.98 million) (“Shares Transactions”);
- (2) the issuance of 4,991,007 new PT WIN Shares to be subscribed by Kulim at the nominal par value of IDR1,000 per PT WIN Share, for a cash consideration of IDR4.99 billion (equivalent to approximately RM1.37 million) (“Issuance of Shares”); and

(Collectively, the Shares Transactions and Issuance of Shares are referred to as the “Acquisition”)

- (3) injection by Kulim of approximately USD25.30 million (equivalent to approximately RM84.11 million) into PT WIN and/or its subsidiaries as working capital to acquire the Plantation Land, including to secure the HGU (“Further Investment”).

The total consideration under the Acquisition and Further Investment will be approximately USD42.86 million (equivalent to approximately RM142.48 million).

The transfer/subscription of PT WIN Shares was effected on 14 February 2014, being the Closing Date of the CSSA. As such, the Parties have mutually agreed not to proceed to acquire the Assigned Rights, as Kulim now enjoys actual control over 74% of PT WIN Shares.



**PART A: EXPLANATORY NOTES PURSUANT TO FRS 134**

**A11. Material Events Subsequent to the End of the Interim Period (cont'd)**

On 14 February 2014, Kulim and PT GSB had entered into a shareholders' agreement to govern the material aspects of the joint venture transacted through PT WIN, the investment structure and investment plan, conduct of the business and the management of PT WIN and PT WIN Subsidiaries ("Shareholders' Agreement"). The Acquisition has been completed following the execution of the Shareholders' Agreement and fulfillment of the conditions precedent of the CSSA.

- b) On 3 October 2013, the company announced that it had proposes to establish an ESOS of up to five percent (5%) of the issued and paid-up share capital of the Company (excluding treasury shares) at any point in time for its eligible employees and Directors of Kulim and its subsidiaries (excluding subsidiaries which are dormant) who fulfill the eligibility criteria.

On 31 December 2013, the company had announced that the Company has implemented the ESOS with effect from 31 December 2013.

**A12. Changes in the Composition of the Group**

There were no other changes in the composition of the Group during the quarter other than as disclosed in note A2.

**A13. Changes in Contingent Liabilities or Contingent Assets**

Since the last Statement of Financial Position 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 December 2013 are as follows:

	RM'000
Contracted	17,460
Not contracted	180,415
	<b>197,875</b>





**PART A: EXPLANATORY NOTES PURSUANT TO FRS 134**

**A15. Impairment of Assets**

As in accordance to FRS136, the Group made its assessments of the assets and recognized any impairment accordingly.

**A16. Related Party Disclosures**

Significant transactions between Kulim (Malaysia) Berhad group and its related companies are as follows:-

	3 months ended		3 months ended	
	31.12.2013	31.12.2012	31.12.2013	31.12.2012
	RM '000	RM '000	RM '000	RM '000
<b>Group</b>				
Ultimate holding corporation				
Johor Corporation				
- Agency fee received	30	55	176	223
- Sales of oil palm fresh fruit bunches	37	3,636	14,578	3,636
- Purchasing and sales commission received	62	488	1,614	1,950
- Planting advisory and agronomy fee received	22	29	95	118
- Computer charged received	11	26	72	119
- Inspection fee received	-	8	23	30
- Rental payable	158	193	629	662



**PART B: EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD**

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

**Group Results and update**

The Group recorded revenue of RM2.85 billion for the cumulative quarter under review compared to the corresponding period 2012 with revenue of RM3.04 billion, a decrease of 6.07%.

The Group recorded a PBT of RM149.64 million for the cumulative quarter 2013 compared to PBT of RM336.3 million for the corresponding period in 2012, a decrease of 55.51%.

The decreased is mainly from the lower PBT contribution from NBPOL which decreased approximately RM201 million or 78% compared to the corresponding period in 2012.

In addition, the weakening of foreign exchange currency of Kina to USD recorded in NBPOL is also contributed to the lower profit in the current financial year ended 2013.

**Plantation Operation - Malaysia**

The Group's FFB production for the current quarter 2013 was at 234,583mt compared to the corresponding period in 2012 at 234,065mt an increase of 0.22%

The Group's cumulative FFB production for the cumulative quarters ending December 2013 was at 815,896mt. This was 14.02% higher compared to the FFB production for the corresponding period in 2012 of 715,526mt.

The Group's cumulative CPO production for the cumulative quarters ending December 2013 was at 254,735mt. This was 22.90% higher compared to the CPO production for the corresponding period in 2012 of 207,265mt.

Total FFB processed by the Group mills for the cumulative quarters 2013 was at 1,259,858mt which was 23.31% higher compared to the corresponding period 2012 of 1,021,691mt. Total FFB processed was inclusive of crops purchased from outside the Group.

The Group's OER for the cumulative quarters 2013 was marginally lower at 20.22% compared to 20.29% for the corresponding period 2012.

Malaysian plantation operation achieved average CPO price of RM2,472 and PK at RM1,287 per mt respectively for the cumulative quarters 2013 compared to RM2,923 and RM1,599 per mt for CPO and PK respectively for the corresponding period in 2012.

**Plantation Operation - Papua New Guinea & Solomon Island**

NBPOL Group produced 339,896mt FFB in the current quarter 2013 which was 8.41% lower compared to the corresponding period in 2012. Together with crops purchased from outside the Group, NBPOL Group processed 465,670mt FFB for the current quarter which was 11.71% lower compared to the corresponding period in 2012.

The Group's cumulative FFB production for the cumulative quarters ending December 2013 was at 1,496,146mt. This was 5.81% lower compared to the FFB production for the corresponding period in 2012. FFB processed for the cumulative quarters was at 2,085,670mt which was 8.24% lower compared to the corresponding period in 2012.



**PART B: EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD**

**Plantation Operation - Papua New Guinea & Solomon Island (continued)**

NBPOL Group's cumulative CPO production for the cumulative quarters ending December 2013 was at 462,060mt. This was 9.03% lower compared to the CPO production for the corresponding period in 2012 of 507,942mt.

NBPOL Group's OER for the cumulative quarters 2013 is at 22.15% compared to the corresponding period in 2012 of 22.35%.

NBPOL Group's achieved CPO price averages of USD866 per mt for the cumulative quarter 2013 compared to USD1,162 per mt achieved for the corresponding period in 2012.

**Foods and Restaurants:**

The sale of substantially all the business and undertaking including substantially all of the assets and liabilities by QSR and KFCH Group to Triple Platform Sdn Bhd, now known as QSR Brands Holdings (M) Sdn Bhd, was completed in January 2013.

**Intrapreneur Ventures (IV)**

The revenue from the IV businesses excluding shipping services was RM94.23 million for the cumulative quarter 2013, a decrease of 44.64% as compared to the corresponding period in 2012. The business recorded higher performance with profit before tax of RM5.50 million for the cumulative quarters 2013. (2012: RM2.78 million)

The revenue of shipping business decreased to RM158.38 million for the cumulative quarter under review, a decrease of 14.35% compared to the corresponding period in 2012. The business recorded a profit before tax of RM32.42 million for the cumulative quarters 2013. (2012: RM29.15 million)

**B2. Material Changes in the Quarterly Results**

The Oil Palm sector recorded lower profits for the 4<sup>th</sup> quarter 2013 mainly due to lower palm product prices compared to the corresponding quarter last year.

**B3. Current Year Prospects**

The outlook for oil palm prices is still stable and remains favorable. With improved productivity and greater cost efficiency and notwithstanding the challenges in the financial year 2014, the Board expects the Group's performance in the next quarter 2014 to be satisfactory.

**B4. Profit Forecast/Profit Guarantee**

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



**PART B: EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD**

**B5. Taxation**

	3 months ended		12 months ended	
	31.12.2013 RM'000	31.12.2012 RM'000	31.12.2013 RM'000	31.12.2012 RM'000
Current Taxation				
- Malaysia	(23,090)	(25,303)	(36,264)	(29,564)
- Overseas	40	12,265	(16,883)	(6,003)
	(23,050)	(13,038)	(53,147)	(35,567)
Transfer to deferred taxation				
- Malaysia	(12,107)	16,209	(27,033)	13,793
- Overseas	(2,839)	(27,303)	(19,684)	(65,978)
	(14,946)	(11,094)	(46,717)	(52,185)
Total	(37,996)	(24,132)	(99,864)	(87,752)

**B6. Other operating income / (expenses)**

	3 months ended		12 months ended	
	31.12.2013 RM'000	31.12.2012 RM'000	31.12.2013 RM'000	31.12.2012 RM'000
Gain / (Loss) on disposal of shares	127	(717)	127	-
Fair value changes on FVTPL instrument	-	1,827	-	4,885
Impairment of assets	18,351	-	-	-
Gain on fair value changes	2,547	17,325	21,742	35,405
Foreign exchange gain or loss	25,509	(12,336)	(54,252)	25,131
Rental income	(1,069)	(1,119)	1,726	859
Management fees income	(175)	-	2,686	-
Gain on dilution of subsidiary	-	(56,251)	-	-
Change in fair value of inv. Properties	12,156	717	12,156	717
Miscellaneous income / (expenses)	5,708	5,218	7,774	(322)
Total other operating income / (losses)	63,154	(45,336)	(8,041)	66,675



**PART B: EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD**

**B7. Status of Uncompleted Corporate Announcement**

None during the quarter.

**B8. Borrowings and Debt Securities**

	As at 31 December 2013 RM'000	Restated As at 1 January 2013 RM'000
<b>Non-current</b>		
<b>Secured:</b>		
Obligations under finance leases	447	-
Term loans	813,092	1,136,020
	813,539	1,136,020
<b>Unsecured:</b>		
Obligations under finance leases	810	483
Term loans	218,346	30,000
	219,156	30,483
<b>Non-current loans and borrowings</b>	<b>1,032,695</b>	<b>1,166,503</b>
<b>Current</b>		
<b>Secured:</b>		
Obligations under finance leases	578	265
Bank overdrafts	34,278	-
Revolving credit	288,060	-
Bankers' acceptances	3,392	-
Term loans	138,363	388,312
	464,671	388,577
<b>Unsecured:</b>		
Obligations under finance leases	348	277
Bank overdrafts	4,974	34,706
Bankers' acceptances	45,513	-
Revolving credit	460,436	517,316
Term loans	55,000	35,647
	566,271	587,946
<b>Current loans and borrowings</b>	<b>1,030,942</b>	<b>976,523</b>
<b>Total loans and borrowings</b>	<b>2,063,637</b>	<b>2,143,026</b>



**PART B: EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD**

**B9. Material Litigation, Claims and Arbitration**

Save as disclosed below, the Group is not engaged in any material litigation, claims or arbitration, either as plaintiff or defendant, and the Board is not aware of any proceedings pending or threatened against the Group or any facts likely to give rise to any proceedings which may materially and adversely affect the financial position or business operations of the Group:

**(i) Dato' Muhammad Hafidz Bin Nuruddin ("Plaintiff") v Ramlan Bin Juki ("First Defendant") and Sindora Berhad ("Second Defendant")**

Sindora Berhad ("Sindora") was served writ summons issued by the Shah Alam High Court on 30 September 2013 filed by the Plaintiff, who is the Company Secretary of MM Vitaoils Sdn Bhd ("MMVSB"), a company in which Sindora holds 2,375,000 ordinary shares of RM1.00 each, equivalent to 35% of the issued and paid-up share capital of MMVSB. The plaintiff is seeking damages for losses arising from malicious defamatory words allegedly made by the First Defendant, who is a Director nominated by Sindora to the Board of MMVSB. The plaintiff claims the Second Defendant is vicariously liable for the statements made by the First Defendant.

On 17 October 2013, the Shah Alam High Court has given the following directions in relations to the case:

- (a) The First Defendant and the Second Defendant ("Defendants") are to file Defence on or before 31 October 2013; and
- (b) The Plaintiff is to file Reply (if any) on or before 14 November 2013.

Following the above, the matter has been fixed for further case management on 19 November 2013.

Kulim has appointed Messrs Bodipalar Ponnudurai De Silva as solicitors to represent the Defendants in the High Court Suit.

On 10 January 2014, Kulim announced that the High Court has fixed the matter for further case management on 30 January, 2014 and for full Trial on 21, 22 and 23 May, 2014.

**B10. Dividend Proposed**

There was no dividend payment proposed during the quarter.

**PART B: EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD****B11. Earnings Per Share (“EPS”)**

	3 months ended		12 months ended	
	31.12.2013 RM'000	31.12.2012 RM'000	31.12.2013 RM'000	31.12.2012 RM'000
Basic earnings per share				
Net profit for the period	3,389	(39,390)	431,078	211,211
Weighted average no of share in issue	1,275,386	1,241,131	1,275,386	1,241,131
Basic earnings per share (sen)	(0.62)	(0.76)	33.80	16.84
Diluted earnings per share (sen)	(0.61)	(0.73)	33.51	16.21

**B12. 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 (Kina)	1.3419	1.4489	1.5558	1.5576
United Kingdom Pound Sterling (GBP)	5.4343	5.2327	5.0311	4.9714
United States of America Dollar (USD)	3.2953	3.2035	3.1117	3.1448
Euro Dollar (EUR)	4.5369	4.3250	4.1130	4.1142
Singapore Dollar (SGD)	2.5984	2.5708	2.5432	2.4951



**PART B: EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD**

**B13. Realised and unrealised profits or losses**

Pursuant to Paragraph 2.06 and 2.23 of Bursa Malaysia Main Market Listing Requirements, the breakdown of retained profits of the Group as at the reporting date, is as follows :-

The retained earnings of the Group is made up as follows:

- realised
- unrealised

Total share of retained earnings of associates:

- realised

Add: Consolidation adjustments

Total retained earnings

As at 31 Dec 2013 RM'000	As at 31 Dec 2012 RM'000
2,688,579	1,559,858
442,814	917,905
3,131,393	2,477,763
-	(34,917)
3,131,393	2,442,846
(1,225,984)	(968,515)
1,905,409	1,474,331

By Order of the Board  
**KULIM (MALAYSIA) BERHAD**

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

Dated : 28 February 2014