

KUALA LUMPUR KEPONG BERHAD
(15043-V)
(Incorporated in Malaysia)

Condensed Consolidated Income Statement
For the year ended 30 September 2005
(The figures have not been audited.)

	Individual Quarter		Cumulative Quarter	
	3 months ended 30 September		12 months ended 30 September	
	2005	2004	2005	2004
	RM'000	RM'000	RM'000	RM'000
Revenue	896,282	978,468	3,789,897	3,883,483
Operating expenses	(783,023)	(866,180)	(3,297,188)	(3,372,134)
Other operating income	27,196	23,516	59,130	56,384
Operating profit	140,455	135,804	551,839	567,733
Finance cost	(1,641)	(1,303)	(6,744)	(5,686)
Share of results of associated companies	4,297	18,144	27,248	47,913
Profit before taxation	143,111	152,645	572,343	609,960
Tax expense	(41,284)	(39,893)	(156,502)	(159,889)
Profit after taxation	101,827	112,752	415,841	450,071
Minority interests	(2,157)	(5,657)	(5,187)	(19,822)
Net profit for the period	99,670	107,095	410,654	430,249
	Sen	Sen	Sen	Sen
Earnings per share - Basic	14.04	15.08	57.84	60.60
- Diluted	N/A	N/A	N/A	N/A

N/A - Not applicable

The Condensed Consolidated Income Statement should be read in conjunction with the Annual Financial Report for the year ended 30 September 2004.

KUALA LUMPUR KEPONG BERHAD
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(Incorporated in Malaysia)

Condensed Consolidated Balance Sheet
As at 30 September 2005
(The figures have not been audited.)

	<u>30 September</u> 2005	<u>30 September</u> 2004
	<u>RM'000</u>	<u>RM'000</u>
Property, plant and equipment	2,464,625	2,352,652
Land held for property development	194,839	194,389
Associated companies	135,803	493,443
Other investments	466,766	94,579
Deferred tax assets	8,664	5,176
Intangible assets	17,661	19,060
Goodwill on consolidation	60,369	60,369
	<u>3,348,727</u>	<u>3,219,668</u>
Current assets		
Inventories	614,152	511,975
Trade and other receivables	573,230	507,965
Property development costs	25,950	20,489
Cash and cash equivalents	644,754	636,264
	<u>1,858,086</u>	<u>1,676,693</u>
Current liabilities		
Trade and other payables	335,625	332,023
Taxation	22,810	50,340
Borrowings	183,387	130,085
Finance leases	159	178
	<u>541,981</u>	<u>512,626</u>
Net current assets	<u>1,316,105</u>	<u>1,164,067</u>
	<u>4,664,832</u>	<u>4,383,735</u>
Share capital	712,516	712,516
Reserves	3,527,398	3,322,593
	<u>4,239,914</u>	<u>4,035,109</u>
Less: Cost of treasury shares	(13,447)	(13,447)
Shareholders' equity	<u>4,226,467</u>	<u>4,021,662</u>
Minority interests	145,965	137,894
Long term and deferred liabilities		
Deferred tax liabilities	180,814	158,662
Provision for retirement benefits	41,878	40,456
Borrowings	69,648	24,849
Finance leases	60	212
	<u>292,400</u>	<u>224,179</u>
	<u>4,664,832</u>	<u>4,383,735</u>
Net tangible assets per share (RM)	5.84	5.55

The Condensed Consolidated Balance Sheet should be read in conjunction with the Annual Financial Report for the year ended 30 September 2004.

KUALA LUMPUR KEPONG BERHAD
(15043-V)
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Condensed Consolidated Statement of Changes in Equity
For the year ended 30 September 2005
(The figures have not been audited.)

	Share capital	Capital reserve	Revaluation reserve	Capital redemption reserve	Exchange fluctuation reserve	General reserve	Revenue reserve	Treasury shares	Total
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
At 1 October 2004	712,516	1,195,172	49,745	14,867	96,357	14,337	1,952,115	(13,447)	4,021,662
Net gain/(loss) not recognised in the income statement	-	71	-	11,650	(43,071)	-	(9,216)	-	(40,566)
Net profit for the period	-	-	-	-	-	-	410,654	-	410,654
Dividends paid	-	-	-	-	-	-	(165,283)	-	(165,283)
Transfer from revenue reserve to capital reserve	-	29,727	-	-	-	-	(29,727)	-	-
Transfer to revenue reserve on disposal of shares in an associated company	-	(7,078)	(1,514)	-	(6,728)	-	15,320	-	-
At 30 September 2005	<u>712,516</u>	<u>1,217,892</u>	<u>48,231</u>	<u>26,517</u>	<u>46,558</u>	<u>14,337</u>	<u>2,173,863</u>	<u>(13,447)</u>	<u>4,226,467</u>
At 1 October 2003 as previously stated	712,516	1,158,255	49,745	11,735	97,626	14,337	1,745,064	(13,447)	3,775,831
Effect of adopting FRS 119	-	-	-	-	-	-	(25,310)	-	(25,310)
As restated	<u>712,516</u>	<u>1,158,255</u>	<u>49,745</u>	<u>11,735</u>	<u>97,626</u>	<u>14,337</u>	<u>1,719,754</u>	<u>(13,447)</u>	<u>3,750,521</u>
Net (loss)/gain not recognised in the income statement	-	(41)	-	3,132	(1,269)	-	(21,206)	-	(19,384)
Net profit for the period	-	-	-	-	-	-	430,249	-	430,249
Dividends paid	-	-	-	-	-	-	(139,724)	-	(139,724)
Transfer from revenue reserve to capital reserve	-	36,958	-	-	-	-	(36,958)	-	-
At 30 September 2004	<u>712,516</u>	<u>1,195,172</u>	<u>49,745</u>	<u>14,867</u>	<u>96,357</u>	<u>14,337</u>	<u>1,952,115</u>	<u>(13,447)</u>	<u>4,021,662</u>

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Annual Financial Report for the year ended 30 September 2004.

KUALA LUMPUR KEPONG BERHAD
(15043-V)
(Incorporated in Malaysia)

Condensed Consolidated Cash Flow Statement
For the year ended 30 September 2005
(The figures have not been audited.)

	12 months ended 30 September	
	2005 RM'000	2004 RM'000
Cash Flows from Operating Activities		
Profit before taxation	572,343	609,960
Adjustment for non-cash flow :-		
Non-cash items	62,445	60,895
Non-operating items	(27,921)	(19,628)
Operating profit before working capital changes	<u>606,867</u>	<u>651,227</u>
Working capital changes :-		
Net change in current assets	(198,094)	(64,360)
Net change in current liabilities	2,325	88,971
Cash generated from operations	<u>411,098</u>	<u>675,838</u>
Interest paid	(6,683)	(5,655)
Tax paid	(142,295)	(126,048)
Retirement benefit paid	(3,677)	(3,554)
Net cash generated from operating activities	<u><u>258,443</u></u>	<u><u>540,581</u></u>
Cash Flows from Investing Activities		
Equity investments	57,787	13,076
Other investments	(245,939)	(366,843)
Net cash used in investing activities	<u><u>(188,152)</u></u>	<u><u>(353,767)</u></u>
Cash Flows from Financing Activities		
Bank borrowings	92,415	(9,608)
Transactions with owners as owners	(165,283)	(139,724)
Dividends paid to minority shareholders	(7,681)	(9,038)
Issue of shares to minority shareholders	10,440	3,799
Net cash used in financing activities	<u><u>(70,109)</u></u>	<u><u>(154,571)</u></u>
Net increase in cash and cash equivalents	182	32,243
Cash and cash equivalents at 1 October	<u>611,261</u>	<u>581,962</u>
	611,443	614,205
Foreign exchange differences on opening balances	3,996	(2,944)
Cash and cash equivalents at 30 September	<u><u>615,439</u></u>	<u><u>611,261</u></u>

The Condensed Consolidated Cash Flow Statement should be read in conjunction with the Annual Financial Report for the year ended 30 September 2004.

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Notes to Interim Financial Report

A Explanatory Notes as required by FRS 134

A1. Accounting Policies

The interim financial report is unaudited and has been prepared in compliance with FRS 134 - Interim Financial Reporting.

The accounting policies and methods of computation adopted by the Group in this interim financial report are consistent with those adopted in the financial statements for the year ended 30 September 2004 except for the adoption of a new approved accounting standard, FRS 120 – Accounting for Government Grants and Disclosure of Government Assistance. The adoption of FRS 120 does not have any material impact on the results of the Group for the financial period.

A2. Audit Report

The audit report for the financial year ended 30 September 2004 was not subject to any qualifications.

A3. Seasonal and Cyclical Factors

The Group's plantation operations are affected by seasonal crop production, weather conditions and fluctuating commodity prices. The business of its retailing sector is subject to seasonal sales.

A4. Unusual Items

There were no items affecting the assets, liabilities, equity, net income, or cash flows that are unusual because of their nature, size, or incidence.

A5. Changes in Estimates

There were no significant changes in the amount of estimates reported in prior interim periods or prior financial years that have a material effect in the current interim period.

A6. Issuance or Repayment of Debts and Equity Securities

There were no issuance and repayment of debts and equity securities, share buy-backs, share cancellation, shares held as treasury shares or resale of treasury shares for the current financial year to-date.

A7. Dividends Paid

	12 months ended 30 September	
	2005	2004
	RM'000	RM'000
Final 2004 - 9 sen (2003 - 9 sen) per share less tax	46,007	46,007
Special 2004 - 15 sen (2003 - 10 sen) per share less tax	76,677	51,118
Interim 2005 - 6 sen (2004 - 6 sen) per share tax exempt	42,599	42,599
	165,283	139,724

A8. Segment Information

Segment information is presented in respect of the Group's business segments. Inter-segment pricing is determined based on prevailing market prices.

	12 months ended 30 September			
	Revenue		Profit before tax	
	2005	2004	2005	2004
	RM'000	RM'000	RM'000	RM'000
Plantation	1,704,254	1,726,290	417,408	441,141
Manufacturing	1,375,318	1,462,562	76,915	76,856
Retailing	736,837	715,702	(13,923)	11,893
Property development	44,258	44,506	10,149	10,396
Investment holding	341,416	307,383	34,665	25,314
Others	27,934	23,487	7,004	441
	<u>4,230,017</u>	<u>4,279,930</u>	<u>532,218</u>	<u>566,041</u>
Inter-segment elimination	(440,120)	(396,447)	-	-
	<u>3,789,897</u>	<u>3,883,483</u>	<u>532,218</u>	<u>566,041</u>
Corporate			19,621	1,692
			<u>551,839</u>	<u>567,733</u>
Finance cost			(6,744)	(5,686)
Share of results of associated companies			27,248	47,913
			<u>572,343</u>	<u>609,960</u>

A9. Valuations of Property, Plant and Equipment

The valuations of land and plantation development have been brought forward without amendment from the previous financial statement.

A10. Event Subsequent to Balance Sheet Date

On 24 October 2005, the Company entered into a conditional agreement ("the S&P") to acquire from Capital Bliss Investments Limited ("the Vendor"), a 51% equity stake in Davos Life Science Pte Ltd ("Davos") comprising 306,000 fully paid-up ordinary shares of USD1.00 each for a cash consideration of USD306,000.

Davos is a start-up company manufacturing nutraceutical, cosmetochemical and pharmaceutical products.

The Proposed Acquisition is conditional on the fulfillment of various conditions precedent on or before 24 December 2005 or such other date mutually determined by the parties, amongst which is Bank Negara Malaysia's approval.

A11. Changes in the Composition of the Group

There were no changes in the composition of the Group arising from business combinations, acquisition or disposal of subsidiary companies and long term investments, restructurings and discontinued operations for the current quarter under review.

A12. Changes in Contingent Liabilities and Contingent Assets

There were no contingent liabilities or contingent assets since the last annual balance sheet date.

B Explanatory Notes as required by the BMSB Revised Listing Requirements

B1. Review of Performance

For the 4th quarter, the Group recorded a 6.2% drop in pre-tax profit to RM143.1 million when compared to last year's same quarter's results. Plantation profit was reduced by lower palm product prices despite an increase in FFB production while the retailing sector reported a higher loss. However, contributions from the manufacturing and property sectors improved.

The Group's pre-tax profit for the year ended 30 September 2005 decreased 6.2% to RM572.3 million when compared to the preceding year's. Lower plantation profit and a retailing sector's loss had resulted in the reduced profit. The decline in palm product prices had affected plantation profit even though FFB production had increased.

B2. Variation of Results to Preceding Quarter

The 4th quarter's pre-tax profit of the Group was 12.4% higher at RM143.1 million when compared to the previous quarter. Higher FFB and rubber production together with lower production cost, and higher dividend income contributed to the current quarter's higher profit notwithstanding an increased loss from the retailing sector.

B3. Current Year Prospects

For the current financial year ending 30 September 2006, plantation profit is anticipated to be higher based on prevailing commodity prices and an expected increase in FFB production. This together with continuing contributions from manufacturing and property sectors, the Directors are of the opinion that the Group's profit for the current financial year ending 30 September 2006 should be satisfactory.

B4. Profit Forecast and Profit Guarantee

The Group did not issue any profit forecast or profit guarantee during the current financial year to-date.

B5. Tax Expense

	<u>Individual Quarter</u>		<u>Cumulative Quarter</u>	
	3 months ended		12 months ended	
	30 September		30 September	
	2005	2004	2005	2004
	RM'000	RM'000	RM'000	RM'000
Current tax expense				
Malaysian taxation	26,471	26,810	98,540	89,795
Overseas taxation	9,492	3,340	28,753	25,130
	<u>35,963</u>	<u>30,150</u>	<u>127,293</u>	<u>114,925</u>
Deferred tax relating to origination of temporary differences	5,694	1,964	20,944	27,642
	<u>41,657</u>	<u>32,114</u>	<u>148,237</u>	<u>142,567</u>
(Over)/Under provision in respect of previous years				
Malaysian taxation	(1,059)	(1,658)	(1,263)	(5,190)
Overseas taxation	(385)	117	(207)	116
	<u>(1,444)</u>	<u>(1,541)</u>	<u>(1,470)</u>	<u>(5,074)</u>
	40,213	30,573	146,767	137,493
Share of associated companies' taxation	1,071	9,320	9,735	22,396
	<u>41,284</u>	<u>39,893</u>	<u>156,502</u>	<u>159,889</u>

The effective tax rates for the current quarter and year to-date are close to the statutory tax rate.

B6. Sale of Unquoted Investments and Properties

(a) There was no sale of unquoted investments during the financial quarter ended 30 September 2005 (30 September 2004 : Nil).

(b) Sale of properties

	Individual Quarter		Cumulative Quarter	
	3 months ended		12 months ended	
	30 September		30 September	
	2005	2004	2005	2004
	RM'000	RM'000	RM'000	RM'000
Surplus arising from government acquisitions of land	-	1,247	1,631	12,033
Surplus on sale of land	3,993	10,021	3,993	10,307

B7. Quoted Securities

(a) Purchases and sales of quoted securities other than securities in existing subsidiaries for the current quarter and financial year to-date :-

	Individual Quarter		Cumulative Quarter	
	3 months ended		12 months ended	
	30 September		30 September	
	2005	2004	2005	2004
	RM'000	RM'000	RM'000	RM'000
Purchases of quoted securities	2,376	4,434	72,272	31,769
Sales proceeds of quoted securities	9,007	2,845	90,742	25,219
Surplus/(Loss) on sales of quoted securities	3,646	(738)	24,103	5,316

(b) Investments in quoted securities other than securities in existing subsidiaries as at end of the reporting period were as follows :-

	30 September 2005	30 September 2004
	RM'000	RM'000
At cost		
Associated companies	40,366	156,322
Other investments	461,855	90,926
	<u>502,221</u>	<u>247,248</u>
At carrying value less allowance		
Associated companies	13,748	383,762
Other investments	461,855	89,555
	<u>475,603</u>	<u>473,317</u>

	30 September 2005	30 September 2004
	<u>RM'000</u>	<u>RM'000</u>
At market value		
Associated companies	7,794	559,873
Other investments	647,904	115,748
	<u>655,698</u>	<u>675,621</u>

B8. Status of Corporate Proposals Announced

There were no corporate proposals announced but not completed at the date of this report.

B9. Group Borrowings

As at the end of the reporting period, the Group's borrowings were as follows :-

	<u>30 September 2005</u>		<u>30 September 2004</u>	
	RM'000	Amount in Foreign Currency '000	RM'000	Amount in Foreign Currency '000
(a) Repayable within 12 months :-				
(i) Term Loans				
- Secured	57,487	GBP8,653	56,379	GBP8,244
	1,551	CAD482	1,689	CAD565
	8,111	HKD16,700	5,204	HKD10,688
	5,299	AUD1,850	4,767	AUD1,750
	<u>52,762</u>	USD14,000	-	
	125,210		<u>68,039</u>	
- Unsecured	4,666	Rmb10,000	23,043	Rmb50,203
	14,481	USD3,835	-	
	<u>19,147</u>		<u>23,043</u>	
	<u>144,357</u>		<u>91,082</u>	
(ii) Bank Overdraft				
- Secured	6,821	CAD2,120	4,794	CAD1,602
	9,541	USD2,532	12,317	USD3,243
	4,437	GBP668	4,999	GBP731
	1,643	HKD3,382	-	
	<u>22,442</u>		<u>22,110</u>	
- Unsecured	6,072	GBP914	2,893	GBP423
	801	HKD1,649	-	
	<u>6,873</u>		<u>2,893</u>	
	<u>29,315</u>		<u>25,003</u>	
(iii) Short Term Borrowing				
- Unsecured	<u>9,715</u>		<u>14,000</u>	
Total repayable within 12 months	<u>183,387</u>		<u>130,085</u>	

	30 September 2005		30 September 2004	
	RM'000	Amount in Foreign Currency	RM'000	Amount in Foreign Currency
		'000		'000
(b) Repayable after 12 months :-				
Term Loans				
- Secured	943	CAD293	1,580	CAD526
	6,989	GBP1,052	10,689	GBP1,564
	-		1,183	HKD2,433
	<u>7,932</u>		<u>13,452</u>	
- Unsecured	<u>61,716</u>	USD16,345	<u>11,397</u>	USD3,000
Total repayable after 12 months	<u>69,648</u>		<u>24,849</u>	

B10. Financial Instruments with Off Balance Sheet Risk

The forward exchange contracts entered into by the Group as at 16 November 2005 (being a date not earlier than 7 days from the date of this report) were as follows :-

	Currency	Contract Amount Million	Equivalent Amount RM million	Mature within One Year RM million	Mature in the Second Year RM million
(a) Sale contracts	GBP	3.3	22.6	22.6	-
	AUD	2.0	5.7	5.7	-
	NZD	1.8	4.8	4.8	-
	EURO	12.0	54.9	54.9	-
	USD	<u>128.5</u>	<u>483.4</u>	<u>474.4</u>	<u>9.0</u>
(b) Purchase contracts	EURO	4.1	18.9	18.9	-
	USD	2.1	8.1	8.1	-
	GBP	2.8	19.4	19.4	-
	CHF	<u>1.6</u>	<u>4.9</u>	<u>4.9</u>	<u>-</u>

The contracts were entered into by the Group as hedges for committed sales and purchases denominated in foreign currencies. The hedging of the foreign currencies is to minimise the exposure of the Group to fluctuations in foreign exchange on receipts and payments.

The transactions in foreign currencies which are hedged by forward foreign exchange contracts are recorded in the book at the contracted rates. Any gains or losses arising from forward contracts are recognised in the Income Statement upon maturity.

There is minimal credit risk for the forward foreign exchange contracts because these contracts are entered into with licensed financial institutions.

B11. Material Litigation

The following matters reported in the second quarter came up for trial at the High Court from 1 to 5 August 2005 :-

- (a) the interim injunction by Glamour Green Sdn Bhd against the Company and its wholly-owned subsidiary, Ablington Holdings Sdn Bhd ("AHSB") restraining Ambank Berhad, the Company and AHSB from dealing with the 35,000,000 Ladang Perbadanan-Fima Berhad ("LPF") shares which AHSB acquired on 14 December 2004, and AHSB from continuing with the mandatory general offer; and
- (b) the Company's and AHSB's interim order from the High Court of Malaya for the preservation of assets in LPF.

The case is still on-going.

B12. Dividend

- (a) (i) A final and special ordinary dividends have been recommended;
- (ii) The amount per share :-
 - Final Dividend : 9 sen per share less 28% Malaysian income tax
 - Special Dividend : 25 sen per share less 28% Malaysian income tax
- (iii) The previous corresponding period :-
 - Final Dividend : 9 sen per share less 28% Malaysian income tax
 - Special Dividend : 15 sen per share less 28% Malaysian income tax
- (iv) The date payable : 21 March 2006 to shareholders registered on the Company's Register as at 23 February 2006;
- (v) A Depositor with the Bursa Malaysia Depository shall qualify for entitlement to the dividend only in respect of :-
 - (a) Shares deposited into the Depositor's securities account before 12.30 p.m. on 21 February 2006 in respect of shares which are exempted from mandatory deposit;
 - (b) Shares transferred into the Depositor's securities account before 4.00 p.m. on 23 February 2006 in respect of transfers; and
 - (c) Shares bought on the Bursa Malaysia Securities Berhad on a cum entitlement basis according to the Rules of the Bursa Malaysia Securities Berhad.
- (b) The total dividend for the current financial year are 6 sen per share tax exempt and 34 sen per share less 28% Malaysian income tax (2004 : 6 sen per share tax exempt and 24 sen per share less 28% Malaysian income tax).

B13. Earnings Per Share

Basic earnings per share

The earnings per share is calculated by dividing the net profit for the period by the weighted average number of shares of the Company in issue during the period.

	Individual Quarter		Cumulative Quarter	
	3 months ended		12 months ended	
	30 September		30 September	
	2005	2004	2005	2004
(a) Net profit for the period (RM'000)	<u>99,670</u>	<u>107,095</u>	<u>410,654</u>	<u>430,249</u>
(b) Weighted average number of shares	<u>709,977,128</u>	<u>709,977,128</u>	<u>709,977,128</u>	<u>709,977,128</u>
(c) Earnings per share (sen)	<u>14.04</u>	<u>15.08</u>	<u>57.84</u>	<u>60.60</u>

By Order of the Board
J. C. LIM
FAN CHEE KUM
Company Secretaries

23 November 2005