

KLUANG RUBBER COMPANY (MALAYA) BERHAD (3441-K)
(Incorporated in Malaysia)

Condensed Consolidated Income Statements
For the Nine-Month Period Ended 31 March 2007
(The figures have not been audited)

| | Note | Individual Quarter 3 months ended | | Year to Date 9 months ended | |
|---|------|--------------------------------------|------------------------------------|--------------------------------|--|
| | | 31.03.2007 RM'000 | 31.03.2006 RM'000 (restated) | 31.03.2007 RM'000 | 31.03.2006 RM'000 (restated - refer Note 3) |
| Revenue | 5 | 1,464 | 1,337 | 5,246 | 4,465 |
| Other Income | | 6 | - | 7 | 1 |
| Changes in Inventories | | (109) | (104) | 58 | 22 |
| Staff Costs | | (161) | (107) | (465) | (397) |
| Depreciation | | (23) | (24) | (70) | (71) |
| Subcontract Labour Costs, Fertilizer and Chemical Costs | | (491) | (574) | (1,183) | (1,284) |
| Foreign Exchange Gain | | 65 | 345 | 559 | 223 |
| Other Expenses | | (190) | (165) | (960) | (823) |
| Profit from Operations | 5 | 561 | 708 | 3,192 | 2,136 |
| Share of Profit of Associates | | 1,159 | 767 | 5,531 | 1,998 |
| Profit before Taxation | | 1,720 | 1,475 | 8,723 | 4,134 |
| Income tax expense | 20 | (71) | (77) | (330) | (382) |
| Profit before extraordinary item | | 1,649 | 1,398 | 8,393 | 3,752 |
| Extraordinary item | | - | - | - | (350) |
| Net profit for the period | | 1,649 | 1,398 | 8,393 | 3,402 |
| Earnings per share attributable to equity holders: | | | | | |
| Basic (Sen) | 28 | 2.74 | 2.32 | 13.94 | 5.65 |

The condensed consolidated income statements should be read in conjunction with the audited financial statements for the year ended 30 June 2006 and the accompanying explanatory notes attached to the interim financial statements.

KLUANG RUBBER COMPANY (MALAYA) BERHAD (3441-K)
(Incorporated in Malaysia)

Condensed Consolidated Balance Sheet
As at 31 March 2007

| | Note | As at 31.03.2007 RM'000 | As at 30.6.2006 RM'000 (restated - refer Note 3) |
|--|------|-------------------------------|--|
| ASSETS | | | |
| Non-current assets | | | |
| Property, plant and equipment | | 74,034 | 74,100 |
| Investment in associates | | 220,827 | 104,428 |
| Other investments | 22 | - | 8,205 |
| Available-for-sale investments | 22 | 20,988 | - |
| Deferred tax asset | | 185 | 185 |
| | | <u>316,034</u> | <u>186,918</u> |
| Current assets | | | |
| Inventories | | 70 | 12 |
| Trade and other receivables | | 361 | 534 |
| Current tax recoverable | | 154 | 262 |
| Cash and bank balances | | 43,231 | 41,788 |
| | | <u>43,816</u> | <u>42,596</u> |
| TOTAL ASSETS | | <u>359,850</u> | <u>229,514</u> |
| EQUITY AND LIABILITIES | | | |
| Equity attributable to equity holders | | | |
| Share capital | | 60,191 | 60,191 |
| Reserves | | 292,453 | 162,421 |
| | | <u>352,644</u> | <u>222,612</u> |
| Non-current liabilities | | | |
| Retirement benefit obligations | | 417 | 389 |
| Deferred tax liabilities | | 3,595 | 3,595 |
| | | <u>4,012</u> | <u>3,984</u> |
| Current liabilities | | | |
| Trade and other payables | | 3,194 | 2,918 |
| | | <u>3,194</u> | <u>2,918</u> |
| Total liabilities | | <u>7,206</u> | <u>6,902</u> |
| TOTAL EQUITY AND LIABILITIES | | <u>359,850</u> | <u>229,514</u> |

The condensed consolidated balance sheet should be read in conjunction with the audited financial statements for the year ended 30 June 2006 and the accompanying explanatory notes attached to the interim financial statements.

KLUANG RUBBER COMPANY (MALAYA) BERHAD (3441-K)

(Incorporated in Malaysia)

**Condensed Consolidated Statement of Changes in Equity
For the Nine-Month Period Ended 31 March 2007**

| Note | ← Non-Distributable → | | | | | ← Distributable → | | | | Total Equity RM'000 |
|---|----------------------------|-------------------------------|--|------------------------------------|--|---|------------------------------|--------------------------------|---------|---------------------------|
| | Share Capital RM'000 | Capital Reserves RM'000 | Share of Associated Companies Reserve RM'000 | Fair Value Reserve RM'000 | Foreign Fluctuation Reserves RM'000 | Cultivation and Replacement Reserves RM'000 | General Reserve RM'000 | Retained Earnings RM'000 | | |
| At 1 July 2006 | | | | | | | | | | |
| As previously stated | 60,191 | 22,230 | 82,213 | - | 1,739 | 3,564 | 10,000 | 17,753 | 197,690 | |
| Prior year adjustments: | | | | | | | | | | |
| - effects of adopting FRS 121 (revised) | 2(b) | - | 603 | - | - | - | - | (313) | 290 | |
| - effects of adopting FRS on associates | | - | 14,042 | - | - | - | - | 10,590 | 24,632 | |
| At 1 July 2006 (restated) | | | | | | | | | | |
| | 60,191 | 22,230 | 96,858 | - | 1,739 | 3,564 | 10,000 | 28,030 | 222,612 | |
| Effects of adopting: | | | | | | | | | | |
| FRS 139 on associates | 2(c) | - | 82,062 | - | - | - | - | - | 82,062 | |
| FRS 140 on associates | 2(d) | - | - | - | - | - | - | 7,912 | 7,912 | |
| FRS 139 | 2(c) | - | - | 11,301 | - | - | - | - | 11,301 | |
| | 60,191 | 22,230 | 178,920 | 11,301 | 1,739 | 3,564 | 10,000 | 35,942 | 323,887 | |
| Share of associated companies' reserve | | | 21,288 | - | - | - | - | - | 21,288 | |
| Share of associated companies' bonus issue expenses | | | - | - | - | - | - | (117) | (117) | |
| Foreign currency translation | | | - | - | (2,075) | - | - | - | (2,075) | |
| Available-for-sale financial assets: | | | | | | | | | | |
| Fair value gain | | | - | 1,701 | - | - | - | - | 1,701 | |
| Net income/(expense) recognised directly in equity | | | 21,288 | 1,701 | (2,075) | - | - | (117) | 20,797 | |
| Dividends | | | - | - | - | - | - | (433) | (433) | |
| Profit for the period | | | - | - | - | - | - | 8,393 | 8,393 | |
| Total recognised income and expense for the period | | | - | - | - | - | - | 8,393 | 8,393 | |
| At 31 March 2007 | | | | | | | | | | |
| | 60,191 | 22,230 | 200,208 | 13,002 | (336) | 3,564 | 10,000 | 43,785 | 352,644 | |

Condensed Consolidated Statement of Changes in Equity (Cont'd)
For the Nine-Month Period Ended 31 March 2007

| Note | ← Non-Distributable → | | | | | ← Distributable → | | | | Total Equity RM'000 |
|---|----------------------------|-------------------------------|--|------------------------------------|--|---|------------------------------|--------------------------------|---------|---------------------------|
| | Share Capital RM'000 | Capital Reserves RM'000 | Share of Associated Companies Reserve RM'000 | Fair Value Reserve RM'000 | Foreign Fluctuation Reserves RM'000 | Cultivation and Replacement Reserves RM'000 | General Reserve RM'000 | Retained Earnings RM'000 | | |
| At 1 July 2005 | | | | | | | | | | |
| As previously stated | 60,191 | 22,595 | 85,541 | - | 2,672 | 3,760 | 10,000 | 7,271 | 192,030 | |
| Prior year adjustments: | | | | | | | | | | |
| - effects of adopting FRS on associates | - | - | 17,558 | - | - | - | - | 8,693 | 26,251 | |
| At 1 July 2005 (restated) | 60,191 | 22,595 | 103,099 | - | 2,672 | 3,760 | 10,000 | 15,964 | 218,281 | |
| Share of associated companies' reserve | - | - | (1,882) | - | - | - | - | 1,882 | - | |
| Foreign currency translation | - | - | (617) | - | (840) | - | - | - | (1,457) | |
| Transfer to/(from) reserves | - | (350) | - | - | - | (169) | - | 519 | - | |
| Net income/(expense) recognised directly in equity | - | (350) | (2,499) | - | (840) | (169) | - | 2,401 | (1,457) | |
| Dividends | - | - | - | - | - | - | - | (433) | (433) | |
| Profit for the period | - | - | - | - | - | - | - | 3,402 | 3,402 | |
| Total recognised income and expense for the period | - | - | - | - | - | - | - | 3,402 | 3,402 | |
| At 31 March 2006 | 60,191 | 22,245 | 100,600 | - | 1,832 | 3,591 | 10,000 | 21,334 | 219,793 | |

The condensed consolidated statement of changes in equity should be read in conjunction with the audited financial statements for the year ended 30 June 2006 and the accompanying explanatory notes attached to the interim financial statements.

KLUANG RUBBER COMPANY (MALAYA) BERHAD (3441-K)
(Incorporated in Malaysia)

Condensed Consolidated Cash Flow Statement
For the Nine-Month Period Ended 31 March 2007

| | 9 months ended | |
|--|-----------------------|-------------------|
| | 31.03.2007 | 31.03.2006 |
| | RM'000 | RM'000 |
| | | (restated) |
| Net cash generated from operating activities | 1,058 | 207 |
| Net cash generated from investing activities | 1,495 | 1,264 |
| Net cash used in financing activities | (433) | (433) |
| Net increase in cash and cash equivalents | <u>2,120</u> | <u>1,038</u> |
| Effects of exchange rate changes | (677) | (377) |
| Cash and cash equivalents at beginning of financial period | <u>41,788</u> | <u>40,093</u> |
| Cash and cash equivalents at end of financial period | <u>43,231</u> | <u>40,754</u> |

Cash and cash equivalents at the end of the financial period comprise the following :

| | As at | As at |
|------------------------|-------------------|-------------------|
| | 31.03.2007 | 31.03.2006 |
| | RM'000 | RM'000 |
| Cash and bank balances | <u>43,231</u> | <u>40,754</u> |

The condensed consolidated cash flow statement should be read in conjunction with the audited financial statements for the year ended 30 June 2006 and the accompanying explanatory notes attached to the interim financial statements.

KLUANG RUBBER COMPANY (MALAYA) BERHAD (3441-K)
(Incorporated in Malaysia)

Part A - Explanatory Notes Pursuant to FRS 134

1. Basis of Preparation

The interim financial statements have been prepared under the historical cost convention except for the assets and liabilities that are stated at fair values: available-for-sale financial assets and investment properties.

The interim financial statements are unaudited and have been prepared in accordance with the requirements of FRS 134: Interim Financial Reporting and paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad.

The interim financial statements should be read in conjunction with the audited financial statements for the year ended 30 June 2006. 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 30 June 2006.

2. Changes in Accounting Policies

The significant accounting policies adopted are consistent with those of the audited financial statements for the year ended 30 June 2006 except for the adoption of the following new/revised Financial Reporting Standards (“FRS”) effective for financial period beginning 1 July 2006:

| | |
|---------|--|
| FRS 2 | Share-based Payment |
| FRS 3 | Business Combinations |
| FRS 5 | Non-current Assets Held for Sale and Discontinued Operations |
| FRS 101 | Presentation of Financial Statements |
| FRS 102 | Inventories |
| FRS 108 | Accounting Policies, Changes in Estimates and Errors |
| FRS 110 | Events after the Balance Sheet Date |
| FRS 116 | Property, Plant and Equipment |
| FRS 121 | The Effects of Changes in Foreign Exchange Rates |
| FRS 127 | Consolidated and Separate Financial Statements |
| FRS 128 | Investments in Associates |
| FRS 131 | Interests in Joint Ventures |
| FRS 132 | Financial Instruments: Disclosure and Presentation |
| FRS 133 | Earnings Per Share |
| FRS 136 | Impairment of Assets |
| FRS 138 | Intangible Assets |
| FRS 140 | Investment Property |

and early adoption of FRS 139 Financial Instruments: Recognition and Measurement.

KLUANG RUBBER COMPANY (MALAYA) BERHAD (3441-K)
(Incorporated in Malaysia)

Part A - Explanatory Notes Pursuant to FRS 134

2. Changes in Accounting Policies (Cont'd)

The adoption of the above-mentioned FRS does not have any significant financial impact on the Group except for the following:

(a) FRS 101: Presentation of Financial Statements

The adoption of the revised FRS 101 has affected the presentation of share of net after-tax results of associate and other disclosures.

The current period's presentation of the Group's financial statements is based on the revised requirements of FRS 101, with the comparatives restated to conform with the current period's presentation.

(b) FRS 121: The Effects of Changes in Foreign Exchange Rates

Items included in the financial statements of the Group are measured using the currency of the primary economic environment in which the Group operates (the "functional currency"). The consolidated financial statements are presented in Ringgit Malaysia, which is the Company's presentation currency.

Under the revised FRS 121, exchange differences arising on a monetary item that forms part of a reporting entity's net investment in a foreign operation, where that monetary item is denominated in a currency other than the functional currency of either the reporting entity or the foreign operation, are to be recognised in profit or loss in the consolidated financial statements. Previously, such exchange differences were taken to equity. This change in accounting policy has been accounted for retrospectively and has resulted in the following:

| | As at | As at |
|---|-----------------|-----------------|
| | 1.7.2006 | 1.7.2005 |
| | RM'000 | RM'000 |
| Increase in investment in associated companies | 290 | - |
| Increase in share of associated companies reserve | 603 | - |
| Decrease in retained earnings | (313) | - |
| | <hr/> | <hr/> |

KLUANG RUBBER COMPANY (MALAYA) BERHAD (3441-K)
(Incorporated in Malaysia)

Part A - Explanatory Notes Pursuant to FRS 134

2. Changes in Accounting Policies (Cont'd)

(b) FRS 121: The Effects of Changes in Foreign Exchange Rates (Cont'd)

As disclosed in Note 3, certain comparatives have been restated due to this change in accounting policy.

In addition, as of 1 July 2006, any goodwill arising on the acquisition of a foreign operation and any fair value adjustments to the carrying amounts of assets and liabilities arising on the acquisition are now treated as assets and liabilities of the foreign operation and translated at the closing date. In accordance with the transitional provisions of FRS 121, this change is applied prospectively. Goodwill acquired in business combinations prior to 1 July 2006 and fair value adjustments arising on those acquisitions are deemed to be assets and liabilities of the parent company and were translated using the exchange rate at the dates of acquisitions.

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

This FRS sets out the new requirements for the recognition, derecognition and measurement of the Group's financial instruments and hedge accounting. All financial assets are required to be classified into appropriate categories at initial recognition and the categorisations are re-evaluated at every reporting date. The categories are:

(i) Loans and receivables

Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market. Such assets are initially recognised at fair value including transaction costs and subsequently accounted for at amortised cost less impairment. Prior to 1 July 2006, loans and receivables were stated at the gross proceeds receivable less provision for doubtful debts.

(ii) Available-for-sale ("AFS") financial assets

AFS financial assets are those non-derivative financial assets that are designated as available-for-sale. Such assets are initially recognised at its fair value including transaction costs and subsequently measured at fair value at the balance sheet date with all gains and losses other than impairment loss taken to equity. Impairment losses are recognised in profit or loss in the period it arises. On disposal, gains and losses previously taken to equity are recognised in profit or loss. Any reversal of an impairment loss in respect of a debt instrument classified as AFS financial assets is recognised in profit or loss. An impairment loss in respect of an investment in an equity instrument classified as AFS financial assets is not reversed through profit or loss. Prior to 1 July 2006, such investments were accounted for at cost less provision for diminution in value that was other than temporary, which was recognised in profit or loss when they arose. Any reversal of the impairment loss was also recognised in profit or loss.

KLUANG RUBBER COMPANY (MALAYA) BERHAD (3441-K)
(Incorporated in Malaysia)

Part A - Explanatory Notes Pursuant to FRS 134

2. Changes in Accounting Policies (Cont'd)

(c) FRS 139: Financial Instruments: Recognition and Measurement (Cont'd)

In accordance with the transitional provisions of FRS 139, the above changes are applied prospectively and the comparatives as at 30 June 2006 are not restated. Instead, the changes have been accounted for by restating the following opening balance in the balance sheet as at 1 July 2006:

| | As at 1.7.2006 RM'000 |
|---|--------------------------------------|
| Increase in investment in associates | 82,062 |
| Increase in share of associated companies reserve | 82,062 |
| Increase in available-for-sale financial assets | 11,301 |
| Increase in fair value reserve | <u>11,301</u> |

In addition, this change in accounting policy has the effect of increasing the equity for the current quarter by RM685,000 and RM1.70 million for the financial period ended 31 March 2007.

(d) FRS 140: Investment Property

The adoption of this new FRS has resulted in a retrospective reclassification of the investment properties from property, plant and equipment. Investment properties are now stated at fair value, representing open-market value determined by external valuers. Gains or losses arising from changes in the fair values of investment properties are recognised in profit or loss in the period in which they arise. Prior to 1 July 2006, investment properties were stated at cost less accumulated depreciation. In accordance with the transitional provisions of FRS 140, this change in accounting policy is applied prospectively and the comparatives as at 30 June 2006 are not restated. Instead, the changes have been accounted for by restating the following opening balances in the balance sheet as at 1 July 2006:

| | As at 1.7.2006 RM'000 |
|--------------------------------------|--------------------------------------|
| Increase in retained earnings | 7,912 |
| Increase in investment in associates | <u>7,912</u> |

KLUANG RUBBER COMPANY (MALAYA) BERHAD (3441-K)
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Part A - Explanatory Notes Pursuant to FRS 134

3. Comparatives

The following comparative amounts have been restated due to the adoption of new and revised FRSs:

| | Previously stated RM'000 | ← Adjustment → | | Restated RM'000 |
|---------------------------------------|--------------------------------|-------------------|--------------------------------|--------------------|
| | | FRS 121 RM'000 | FRS on associates RM'000 | |
| <u>BALANCE SHEET</u> | | | | |
| At 30 June 2006 | | | | |
| ASSETS | | | | |
| Investment in associates | 79,507 | 290 | 24,631 | 104,428 |
| EQUITY AND LIABILITIES | | | | |
| Share of associated companies reserve | 82,213 | 603 | 14,042 | 96,858 |
| Retained earnings | 17,753 | (313) | 10,590 | 28,030 |
| <u>INCOME STATEMENT</u> | | | | |
| 9 months ended 31 March 2006 | | | | |
| Share of profit of associates | 2,279 | - | (281) | 1,998 |
| Share of associates taxation | (379) | - | 379 | - |

4. Auditors' Report on Preceding Annual Financial Statements

The auditors' report on the financial statements for the year ended 30 June 2006 was not qualified.

KLUANG RUBBER COMPANY (MALAYA) BERHAD (3441-K)
(Incorporated in Malaysia)

Part A - Explanatory Notes Pursuant to FRS 134

5. Segmental Information

| | 9 months ended | |
|--------------------------------|----------------|--------------|
| | 31.03.2007 | 31.03.2006 |
| | RM'000 | RM'000 |
| Segment Revenue | | |
| Plantation | 3,416 | 2,873 |
| Investment | 1,830 | 1,592 |
| Total | <u>5,246</u> | <u>4,465</u> |
| Segment results | | |
| Plantation | 1,346 | 1,027 |
| Investment | 3,722 | 2,058 |
| | <u>5,068</u> | <u>3,085</u> |
| Unallocated corporate expenses | <u>(1,876)</u> | <u>(949)</u> |
| Profit from operations | <u>3,192</u> | <u>2,136</u> |

6. Unusual Items due to their Nature, Size or Incidence

There were no unusual items affecting assets, liabilities, equity, net income, or cash flows during the financial period ended 31 March 2007 except as disclosed in Note 2.

7. Changes in Estimates

There were no changes in estimates that have had a material effect in the current quarter and year-to-date results.

8. Comments about Seasonal or Cyclical Factors

The revenue and earnings are impacted by the production of fresh fruit bunches and volatility of the selling price of crude palm oil. The production of fresh fruit bunches is influenced by weather conditions, production cycle and age of palms.

KLUANG RUBBER COMPANY (MALAYA) BERHAD (3441-K)
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Part A - Explanatory Notes Pursuant to FRS 134

9. Dividends Paid

The amount of dividends paid during the financial period ended 31 March 2007 were as follows:

In respect of the financial year ended 30 June 2006, as reported in the directors' report of that year:

| | Amount RM'000 | Net Dividend per share (Sen) |
|---|------------------|------------------------------------|
| First and final ordinary dividend of 1% less 28% taxation | <u>433</u> | <u>0.7</u> |

10. Carrying Amount of Revalued Assets

The valuations of property, plant and equipment have been brought forward without amendment from the financial statements for the year ended 30 June 2006.

11. Debt and Equity Securities

There were no issuance and repayment of debts and equity securities, share buy-backs, share cancellations, share held as treasury shares and resale of treasury shares in the current quarter and 9 months to-date.

12. Changes in Composition of the Group

There were no changes in the composition of the Group during the current quarter.

13. Capital Commitments

There are no commitments for the purchase of property, plant and equipment not provided for in the interim financial statements as at 31 March 2007.

14. Changes in Contingent Liabilities and Contingent Assets

There were no contingent liabilities or contingent assets as at 31 March 2007.

15. Subsequent Events

There were no material events subsequent to the end of the current quarter.

KLUANG RUBBER COMPANY (MALAYA) BERHAD (3441-K)
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**Part B - Explanatory Notes Pursuant to Appendix 9B of the Listing Requirements of
Bursa Malaysia Securities Berhad**

16. Performance Review

The Group's revenue for the current quarter of RM1.46 million and RM5.25 million for the financial period ended 31 March 2007 were higher as compared to the corresponding quarter and period ended 31 March 2006. This was mainly due to higher sales and interest income achieved during the current quarter and year-to-date.

The after-tax profits of RM1.65 million and RM8.39 million for the current quarter and financial year-to-date respectively were significantly higher as compared to last year's quarter of RM1.40 million and year-to-date of RM3.40 million. This was due to higher revenue and higher share of associate's profit which was RM5.53 million as compared to RM2.0 million for the corresponding period ended 31 March 2006.

17. Comment on Material Change in Profit Before Taxation

For the quarter under review, the Group achieved a pre-tax profit of RM1.72 million as compared to the immediate preceding quarter's pre-tax profit of RM3.96 million. This was due to lower revenue, lower unrealised exchange gain, lower share of associate's profit and higher operating expenses.

18. Commentary on Prospects

The plantation performance for the rest of the financial year will very much depend on the price movement, which is anticipated to appreciate further in the near future due to decline in Palm Oil stock caused by the massive floods in December 2006 that disrupted harvesting. Positive market sentiments arising from the anticipated demand from the biodiesel industry coupled with higher soybean oil prices were the contributing factors for the upward trend in palm oil prices. In addition, the rise in world crude oil prices also spurred local palm oil market sentiment. However, production is expected to be lower especially from older palms, replanting and recent floods. The results of the associated companies may be further affected by the market valuation of their investments and currency fluctuations.

19. Profit Forecast or Profit Guarantee

There is no profit forecast and profit guarantee.

KLUANG RUBBER COMPANY (MALAYA) BERHAD (3441-K)
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**Part B - Explanatory Notes Pursuant to Appendix 9B of the Listing Requirements of
 Bursa Malaysia Securities Berhad**

20. Income Tax Expense

| | Individual Quarter | | Year-To-Date | |
|--------------------------|---------------------------|-------------------|-----------------------|-------------------|
| | 3 months ended | | 9 months ended | |
| | 31.03.2007 | 31.03.2006 | 31.03.2007 | 31.03.2006 |
| | RM'000 | RM'000 | RM'000 | RM'000 |
| | | (restated) | | (restated) |
| Current tax: | | | | |
| Malaysian income tax | 71 | 77 | 330 | 382 |
| Total income tax expense | <u>71</u> | <u>77</u> | <u>330</u> | <u>382</u> |

The effective tax rates for the current period ended 31 March 2007 and prior period ended 31 March 2006 were lower than the statutory tax rates principally due to certain income are not taxable for tax purposes.

21. Sale of Unquoted Investments and Properties

There were no sales of unquoted investments and properties.

22. Quoted Securities

There was no purchase or disposal of quoted securities for the current quarter and year to-date.

Details of investments in quoted securities classified as available-for-sale financial assets:

| | As at |
|----------------------------------|-------------------|
| | 31.03.2007 |
| | RM'000 |
| At cost | 8,205 |
| At carrying value / market value | <u>20,988</u> |

KLUANG RUBBER COMPANY (MALAYA) BERHAD (3441-K)
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**Part B - Explanatory Notes Pursuant to Appendix 9B of the Listing Requirements of
Bursa Malaysia Securities Berhad**

23. Corporate Proposals

There was no corporate proposal announced by the Company as at the date of the issue of this quarterly report.

24. Borrowings

There were no borrowings and debt securities as at 31 March 2007.

25. Off Balance Sheet Financial Instruments

There were no off balance sheet financial instruments as at 28 May 2007.

26. Changes in Material Litigation

There was no pending material litigation as at the date of the issue of this quarterly report.

27. Dividend Payable

No interim dividend has been declared for the financial period ended 31 March 2007.

KLUANG RUBBER COMPANY (MALAYA) BERHAD (3441-K)
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**Part B - Explanatory Notes Pursuant to Appendix 9B of the Listing Requirements of
Bursa Malaysia Securities Berhad**

28. Earnings Per Share

(a) Basic

Basic earnings per share amounts are calculated by dividing profit for the period attributable to ordinary equity holders by the weighted average number of ordinary shares in issue during the period.

| | Individual Quarter | | Year-To-Date | |
|---|---------------------------|-------------------|-----------------------|-------------------|
| | 3 months ended | | 9 months ended | |
| | 31.03.2007 | 31.03.2006 | 31.03.2007 | 31.03.2006 |
| Profit attributable to ordinary equity holders (RM'000) | <u>1,649</u> | <u>1,398</u> | <u>8,393</u> | <u>3,402</u> |
| Weighted average number of ordinary shares in issue | <u>60,191</u> | <u>60,191</u> | <u>60,191</u> | <u>60,191</u> |
| Basic earnings per share (Sen) | <u>2.74</u> | <u>2.32</u> | <u>13.94</u> | <u>5.65</u> |

(b) Diluted

Diluted earnings per share is not presented as there is no dilutive potential ordinary shares outstanding as at 31 March 2007.

29. Authorisation for Issue

The interim financial statements were authorised for issue by the Board of Directors in accordance with a resolution of the directors on 28 May 2007.