

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

Condensed Consolidated Income Statement
For the Nine-Month Period Ended 31 March 2009
(The figures have not been audited)

	Note	Individual Quarter 3 months ended		Year to Date 9 months ended	
		31.03.2009 RM'000	31.03.2008 RM'000	31.03.2009 RM'000	31.03.2008 RM'000
Revenue	3	1,214	2,710	5,122	7,837
Other Income		-	1	1	39
Changes in Inventories		140	(63)	133	88
Staff Costs		(182)	(165)	(531)	(437)
Depreciation		(17)	(16)	(52)	(48)
Subcontract Labour Costs, Fertilizer and Chemical Costs		(359)	(611)	(1,742)	(1,469)
Foreign Exchange (Loss) / Gain		(805)	764	(2,075)	1,958
Other Expenses		(482)	(264)	(1,189)	(1,126)
(Loss) / Profit from Operations	3	(491)	2,356	(333)	6,842
Share of (Loss) / Profit of Associates		(1,970)	4,036	(2,717)	10,170
(Loss) / Profit before Taxation		(2,461)	6,392	(3,050)	17,012
Income tax expense	17	(90)	(399)	(217)	(962)
(Loss) / Profit for the period		(2,551)	5,993	(3,267)	16,050
(Loss)/Earnings per share attributable to equity holders:					
Basic (Sen)	25(a)	(4.24)	9.96	(5.43)	26.67
Diluted (Sen)	25(b)	(4.24)	9.96	(5.43)	26.67

The condensed consolidated income statement should be read in conjunction with 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 2009**

		(Unaudited)	(Audited)
	Note	As at 31.03.2009 RM'000	As at 30.6.2008 RM'000
ASSETS			
Non-current assets			
Property, plant and equipment		74,146	74,193
Investment in associates		174,409	237,059
Available-for-sale investments	19	15,684	23,240
Deferred tax asset		185	185
		<u>264,424</u>	<u>334,677</u>
Current assets			
Inventories		160	27
Trade and other receivables		462	501
Cash and bank balances		46,260	46,172
Tax recoverable		448	-
		<u>47,330</u>	<u>46,700</u>
TOTAL ASSETS		<u>311,754</u>	<u>381,377</u>
EQUITY AND LIABILITIES			
Equity attributable to equity holders to the Company			
Share capital		60,191	60,191
Reserves		249,228	318,379
		<u>309,419</u>	<u>378,570</u>
Non-current liabilities			
Provision for retirement benefit		535	494
Current liabilities			
Trade and other payables		1,800	1,991
Tax payable		-	322
		<u>1,800</u>	<u>2,313</u>
Total liabilities		<u>2,335</u>	<u>2,807</u>
TOTAL EQUITY AND LIABILITIES		<u>311,754</u>	<u>381,377</u>

The condensed consolidated balance sheet should be read in conjunction with 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 2009**

(The figures have not been audited)

	← 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 Exchange Fluctuation Reserves RM'000	Cultivation and Replacement Reserves RM'000	General Reserve RM'000	Retained Earnings RM'000	
At 1 July 2008	60,191	25,825	196,269	12,364	(2,383)	3,110	10,000	73,194	378,570
Share of associated companies' reserves	-	-	(58,864)	-	-	-	-	-	(58,864)
Foreign currency translation	-	-	-	-	4,355	-	-	-	4,355
Fair value loss:									
- Available-for-sale investments	-	-	-	(10,246)	-	-	-	-	(10,246)
Net income/(expense) recognised directly in equity	-	-	(58,864)	(10,246)	4,355	-	-	-	(64,755)
Loss for the period	-	-	-	-	-	-	-	(3,267)	(3,267)
Total recognised income and expense for the period	-	-	(58,864)	(10,246)	4,355	-	-	(3,267)	(68,022)
Dividends paid	-	-	-	-	-	-	-	(1,129)	(1,129)
At 31 March 2009	60,191	25,825	137,405	2,118	1,972	3,110	10,000	68,798	309,419

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

(Incorporated in Malaysia)

Condensed Consolidated Statement of Changes in Equity (Cont'd)**For the Nine-Month Period Ended 31 March 2009**

(The figures have not been audited)

	← 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 Exchange Fluctuation Reserves RM'000	Cultivation and Replacement Reserves RM'000	General Reserve RM'000	Retained Earnings RM'000	
At 1 July 2007	60,191	25,825	198,805	15,345	(314)	3,259	10,000	51,050	364,161
Share of associated companies' reserves	-	-	(21,006)	-	-	-	-	-	(21,006)
Foreign currency translation	-	-	-	-	(2,833)	-	-	-	(2,833)
Fair value loss:									
- Available-for-sale investments	-	-	-	(3,382)	-	-	-	-	(3,382)
Net expense recognised directly in equity	-	-	(21,006)	(3,382)	(2,833)	-	-	-	(27,221)
Profit for the period	-	-	-	-	-	-	-	16,050	16,050
Total recognised income and expense for the period	-	-	(21,006)	(3,382)	(2,833)	-	-	16,050	(11,171)
Dividends paid	-	-	-	-	-	-	-	(439)	(439)
At 31 March 2008	60,191	25,825	177,799	11,963	(3,147)	3,259	10,000	66,661	352,551

The condensed consolidated statement of changes in equity should be read in conjunction with 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 2009**

(The figures have not been audited)

	9 months ended	
	31.03.2009	31.03.2008
	RM'000	RM'000
Net cash (used in) / generated from operating activities	(953)	2,155
Net cash generated from investing activities	2,005	2,189
Net cash used in financing activities	(1,129)	(439)
Net (decrease) / increase in cash and cash equivalents	<u>(77)</u>	<u>3,905</u>
Effects of exchange rate changes	165	529
Cash and cash equivalents at beginning of financial period	<u>46,172</u>	<u>40,245</u>
Cash and cash equivalents at end of financial period	<u>46,260</u>	<u>44,679</u>

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

	As at	As at
	31.03.2009	31.03.2008
	RM'000	RM'000
Cash and bank balances	<u>46,260</u>	<u>44,679</u>

The condensed consolidated cash flow statement should be read in conjunction with the accompanying explanatory notes attached to the interim financial statements.

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

1. Basis of Preparation

The interim financial statements have been prepared on a historical cost basis, except for freehold land included within property, plant and equipment and available-for-sale investments that have been measured at their fair values.

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.

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 2008.

2. Auditors' Report on Preceding Annual Financial Statements

The auditors' report on the financial statements for the year ended 30 June 2008 was not qualified.

3. Segmental Information

	9 months ended	
	31.03.2009	31.03.2008
	RM'000	RM'000
Segment Revenue		
Plantation	3,615	6,110
Investment	1,507	1,727
Total	<u>5,122</u>	<u>7,837</u>
Segment results		
Plantation	1,392	3,607
Investment	(568)	4,281
	<u>824</u>	<u>7,888</u>
Unallocated corporate expenses	(1,157)	(1,046)
(Loss) / Profit from operations	<u>(333)</u>	<u>6,842</u>

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

Part A - Explanatory Notes Pursuant to FRS 134

4. 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 2009.

5. Changes in Estimates

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

6. 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.

7. Dividends Paid

The amount of dividends paid during the financial period ended 31 March 2009 were as follows:

In respect of the financial year ended 30 June 2008, as reported in the directors' report of that year:

	Amount RM'000	Net dividend per share Sen
First and final dividend of 1% less 25% taxation	452	0.8
Bonus dividend of 1.5% less 25% taxation	677	1.1
	<u>1,129</u>	<u>1.9</u>

8. Debt and Equity Securities

There were no issuance, repurchase and repayment of debts and equity securities in the current quarter and 9 months to-date.

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

9. Changes in Composition of the Group

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

10. 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 2009.

11. Changes in Contingent Liabilities and Contingent Assets

There were no contingent liabilities or contingent assets as at 31 March 2009.

12. 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**

13. Performance Review

The Group's revenue for the current quarter of RM1.21 million and RM5.12 million for the period ended 31 March 2009 were lower as compared to the corresponding quarter and period ended 31 March 2008. Crop sales were lower due to lower tonnage harvested and lower CPO prices. Dividend and interest income were also lower.

The Group suffered after-tax losses of RM2.55 million and RM3.27 million for the current quarter and period-to-date respectively as compared to the after-tax profits of RM5.99 million and RM16.05 million achieved during the corresponding quarter and period ended 31 March 2008 respectively. This was due to unrealised foreign exchange losses of RM805,000 and RM2.08 million suffered during the current quarter and period-to-date respectively. Unrealised exchange gain of RM764,000 and RM1.96 million were recorded for last year's corresponding quarter and period-to-date respectively.

The associates suffered losses this current quarter and the Group's share of their losses was RM1.97 million for the current quarter and RM2.72 million for period-to-date as compared to the share of their profit of RM4.04 million and RM10.17 million for last year's corresponding quarter and period-to-date respectively.

14. Comment on Material Change in Profit Before Taxation

For the quarter under review, the pre-tax loss of RM2.46 million was higher than the immediate preceding quarter's RM168,000. This was due to lower revenue, higher unrealised foreign exchange loss and higher share of associates' loss of RM1.97 million as compared to the immediate preceding quarter's share of RM664,000.

15. Commentary on Prospects

The prospect of the plantation performance for the rest of the financial year ending 30 June 2009 is not expected to improve although the CPO prices have moved up slightly. Reasons being that the production will be lower due to the low cropping season and difficulty in recruiting workers. However, this will be partially compensated by lower cost of production as prices of fertilisers and chemicals have eased slightly.

The results of the associated companies may be further affected by the market valuation of their investments and currency fluctuations due to the jittery capital markets and global economic slowdown.

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**Part B - Explanatory Notes Pursuant to Appendix 9B of the Listing Requirements of
Bursa Malaysia Securities Berhad**

16. Profit Forecast or Profit Guarantee

There is no profit forecast and profit guarantee.

17. Income Tax Expense

	Individual Quarter		Year-To-Date	
	3 months ended		9 months ended	
	31.03.2009	31.03.2008	31.03.2009	31.03.2008
	RM'000	RM'000	RM'000	RM'000
Current tax:				
Malaysian income tax	90	399	217	962
Total income tax expense	<u>90</u>	<u>399</u>	<u>217</u>	<u>962</u>

The effective tax rates for the current quarter and financial period ended 31 March 2009 were higher than the statutory tax rate as certain expenses were not deductible for tax purposes while the effective tax rates for the prior year's corresponding quarter and year-to-date ended 31 March 2008 were lower principally due to lower tax rate of associates and certain income not taxable for tax purposes.

18. Sale of Unquoted Investments and Properties

There were no sales of unquoted investments and properties.

19. 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
	31.03.2009
	RM'000
At cost	12,874
At carrying value	15,684
At market value	<u>15,684</u>

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**Part B - Explanatory Notes Pursuant to Appendix 9B of the Listing Requirements of
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20. Corporate Proposals

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

21. Borrowings

There were no borrowings and debt securities as at 31 March 2009.

22. Off Balance Sheet Financial Instruments

There were no off balance sheet financial instruments as at 28 May 2009.

23. Changes in Material Litigation

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

24. Dividend Payable

No interim dividend has been declared for the financial period ended 31 March 2009.

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**Part B - Explanatory Notes Pursuant to Appendix 9B of the Listing Requirements of
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25. Earnings Per Share

(a) Basic

Basic (loss)/earnings per share amounts are calculated by dividing (loss)/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	
	31.03.2009	31.03.2008	31.03.2009	31.03.2008
(Loss)/Profit attributable to ordinary equity holders (RM'000)	<u>(2,551)</u>	<u>5,993</u>	<u>(3,267)</u>	<u>16,050</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 (loss)/earnings per share (Sen)	<u>(4.24)</u>	<u>9.96</u>	<u>(5.43)</u>	<u>26.67</u>

(b) Diluted

Diluted (loss)/earnings per share is the same as basic earnings per share as there is no dilutive potential ordinary shares outstanding as at 31 March 2009.

26. 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 2009.