

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

Consolidated Statement Of Comprehensive Income
For the Financial Year Ended 30 June 2015
(The figures have not been audited)

	Note	Individual Quarter		Year to Date	
		30.06.15	30.06.14	30.06.15	30.06.14
		RM'000	RM'000	RM'000	RM'000
Revenue	4	10,072	10,249	24,448	27,830
Other Income		1	111	4	199
Changes in Inventories		(680)	(661)	(9)	30
Staff Costs		(402)	(342)	(1,390)	(1,148)
Depreciation		(38)	(29)	(132)	(107)
Subcontract Labour Costs, Fertilizer and Chemical Costs		(1,490)	(1,722)	(5,029)	(5,292)
Foreign Exchange (Loss)/Gain		(2,017)	697	(8,700)	1,355
Other Expenses		(839)	(764)	(5,569)	(5,423)
Fair Value (Loss)/Gain on Investment Properties		(1,951)	7,496	(1,951)	7,496
Profit from operations	4	2,656	15,035	1,672	24,940
Share of Profit/(Loss) of Associates		1,953	(5,518)	8,490	369
Profit before tax	20	4,609	9,517	10,162	25,309
Income tax expense	21	1,299	(1,278)	198	(2,996)
Profit after tax		5,908	8,239	10,360	22,313
<u>Other Comprehensive Income</u>					
Available-for-sale investments: (Loss)/Gain on fair value changes		(1,576)	43,097	34,085	70,803
Foreign currency translation		20,926	(5,282)	70,854	7,310
Revaluation surplus		208,804	-	208,804	-
Share of other comprehensive (loss)/income of associates		(5,555)	7,096	(17,193)	1,634
Other comprehensive income for the year, net of tax		222,599	44,911	296,550	79,747
Total comprehensive income for the year		228,507	53,150	306,910	102,060
Profit attributable to:					
Owners of the parent		2,394	3,742	4,836	8,429
Non-controlling interest		3,514	4,497	5,524	13,884
		5,908	8,239	10,360	22,313
Total comprehensive income attributable to:					
Owners of the parent		163,066	23,225	198,752	43,168
Non-controlling interest		65,441	29,925	108,158	58,892
		228,507	53,150	306,910	102,060
Earnings per share					
attributable to owners of the parent:					
Basic (Sen)	26(a)	3.79	5.92	7.66	13.56
Diluted (Sen)	26(b)	3.79	5.92	7.66	13.56

The consolidated statement of comprehensive income should be read in conjunction with the accompanying explanatory notes attached to the financial statements.

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

(Incorporated in Malaysia)

Consolidated Statement of Financial Position**As at 30 June 2015**

	(Unaudited) As at 30.06.15 RM'000	(Audited) As at 30.6.2014 RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	299,007	75,252
Biological assets	2,156	885
Investment properties	67,348	60,565
Investment in associates	90,679	88,790
Available-for-sale investments	465,114	400,703
Deferred tax asset	53	53
	<u>924,357</u>	<u>626,248</u>
Current assets		
Inventories	50	59
Trade and other receivables	1,814	1,008
Prepayments	464	188
Tax recoverable	402	9
Cash and bank balances	240,561	220,604
	<u>243,291</u>	<u>221,868</u>
TOTAL ASSETS	<u>1,167,648</u>	<u>848,116</u>
EQUITY AND LIABILITIES		
Equity attributable to owners of the Parent		
Share capital	63,172	63,172
Reserves	579,949	381,829
	<u>643,121</u>	<u>445,001</u>
Non-controlling interests	505,578	398,121
Total equity	<u>1,148,699</u>	<u>843,122</u>
Non-current liabilities		
Deferred tax liability	15,002	1,521
Provision for retirement benefits	417	364
	<u>15,419</u>	<u>1,885</u>
Current liabilities		
Trade and other payables	3,521	3,075
Tax payable	9	34
	<u>3,530</u>	<u>3,109</u>
Total liabilities	<u>18,949</u>	<u>4,994</u>
TOTAL EQUITY AND LIABILITIES	<u>1,167,648</u>	<u>848,116</u>

The consolidated statement of financial position should be read in conjunction with the accompanying explanatory notes attached to the financial statements.

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

Consolidated Statement of Changes in Equity
For the Financial Year Ended 30 June 2015

(The figures have not been audited)

	← Non distributable →					← Distributable →						
	Equity Attributable to Owners of Equity, Total RM'000	Share Capital RM'000	Share Premium RM'000	Capital Reserve RM'000	Fair Value Reserve RM'000	Foreign Exchange Fluctuation Reserves RM'000	Cultivation and Replacement Reserves RM'000	Property and Investment Reserve RM'000	General Reserve RM'000	Retained Earnings RM'000	Non- controlling interests RM'000	
Opening balance at 1 July 2014	843,122	445,001	63,172	5,216	73,334	133,900	7,611	4,862	5,285	17,233	134,388	398,121
Total comprehensive income for the year	306,910	198,752	-	-	146,925	12,705	34,286	-	-	-	4,836	108,158
Dividend	(1,333)	(632)	-	-	-	-	-	-	-	-	(632)	(701)
As at 30 June 2015	1,148,699	643,121	63,172	5,216	220,259	146,605	41,897	4,862	5,285	17,233	138,592	505,578
Opening balance at 1 July 2013	748,066	405,057	60,191	-	72,611	102,992	4,503	4,862	5,285	17,233	137,380	343,009
Issuance of new shares	14,835	8,197	2,981	5,216	-	-	-	-	-	-	-	6,638
Total comprehensive income for the year	102,060	43,168	-	-	723	30,908	3,108	-	-	-	8,429	58,892
Dividend	(21,839)	(11,421)	-	-	-	-	-	-	-	-	(11,421)	(10,418)
As at 30 June 2014	843,122	445,001	63,172	5,216	73,334	133,900	7,611	4,862	5,285	17,233	134,388	398,121

The consolidated statement of changes in equity should be read in conjunction with the accompanying explanatory notes attached to the financial statements.

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

Consolidated Statement of Cash Flows
For the Financial Year Ended 30 June 2015
(The figures have not been audited)

	12 months ended	
	30.06.15	30.06.14
	RM'000	RM'000
OPERATING ACTIVITIES		
Profit before taxation	10,162	25,309
Adjustments for:		
Depreciation	132	107
Provision for retirement benefit	59	47
Dividend income	(9,798)	(11,424)
Interest income	(2,415)	(1,625)
Share of profit of associates	(8,490)	(369)
Unrealised foreign exchange loss/(gain)	8,705	(1,386)
Fair value loss/(gain) of investment properties	1,951	(7,496)
	<hr/>	<hr/>
Operating cash flows before working capital changes	306	3,163
Receivables	(626)	(233)
Prepayments	(276)	(2)
Inventories	9	(30)
Payables	375	(466)
	<hr/>	<hr/>
Cash flows (used in)/from operations	(212)	2,432
Retirement benefit paid	(6)	(2)
Taxes paid	(1,789)	(979)
	<hr/>	<hr/>
Net cash flows (used in)/from operating activities	(2,007)	1,451
INVESTING ACTIVITIES		
Dividends received	9,801	10,967
Interest received	2,240	1,571
Purchase of property, plant and equipment	(1,586)	(484)
Purchase of available-for-sale investments	(1,262)	(2,028)
	<hr/>	<hr/>
Cash flows from investing activities	9,193	10,026
FINANCING ACTIVITIES		
Dividends paid to owners of the Company	(632)	(11,421)
Dividends paid to non-controlling interest	(701)	(10,418)
Proceeds from issuance of new shares	-	14,835
	<hr/>	<hr/>
Net cash used in financing activities	(1,333)	(7,004)
NET INCREASE IN CASH AND CASH EQUIVALENTS	5,853	4,473
EFFECTS OF EXCHANGE RATE CHANGES	14,104	3,336
CASH AND CASH EQUIVALENTS AT BEGINNING OF FINANCIAL YEAR	220,604	212,795
	<hr/>	<hr/>
CASH AND CASH EQUIVALENTS AT END OF FINANCIAL YEAR	<u>240,561</u>	<u>220,604</u>

The consolidated statement of cash flows should be read in conjunction with the accompanying explanatory notes attached to the 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 on a historical cost basis, except for freehold land included within property, plant and equipment, investment properties 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.

The interim financial statements should be read in conjunction with the audited financial statements of the Group for the year ended 30 June 2014. 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 2014.

2. Significant accounting policies

Except as described below, the significant accounting policies adopted in the unaudited interim financial statements are consistent with those adopted in the Group's audited financial statements for the financial year ended 30 June 2014.

(a) Adoption of New and Revised FRSs, IC Interpretations and Amendments to FRS

FRSs, Amendments to FRS and IC Interpretations

Amendment to FRS 101 (Improvements to FRSs-2012)
Amendment to FRS 116 (Annual Improvements to FRSs 2010-2012 Cycle)
Amendment to FRS 132 (Improvements to FRSs -2012)
Amendment to FRS 134 (Improvements to FRSs -2012)
Amendments to FRS 10, FRS 12, and FRS 127: Investment Entities
Amendments to FRS 132: Offsetting Financial Assets and Financial Liabilities
Amendments to FRS 136: Recoverable Amount Disclosures for Non-Financial Assets
Amendments to FRS 139: Novation of Derivatives and Continuation of Hedge Accounting
IC Interpretation 21 Levies
Amendments to FRS 119: Defined Benefit Plans Employee Contributions
Annual Improvements to FRSs 2010-2012 Cycle
Annual Improvements to FRSs 2011-2013 Cycle

The adoption of the new FRSs, Amendments to FRSs and IC Interpretations that are effective for the financial statements commencing on 1 July 2014 does not result in any significant effect on the financial position, results and presentation of financial statements of the Group.

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

Part A - Explanatory Notes Pursuant to FRS 134

2. Significant Accounting Policies (cont'd)

(b) Revised FRS and IC Interpretation issued and not yet effective

The Group has not early adopted the following revised FRS and IC Interpretation which have been issued as at the date of authorisation of these financial statements and will be effective for the financial periods as stated below:

	Effective date for financial periods beginning on or after
Annual Improvements to FRSs 2012-2014 Cycle	1 January 2016
FRS 14 Regulatory Deferral Accounts	1 January 2016
Amendments to FRS 10 and FRS 128: Sale or Contribution of Assets between an Investor and its Associate or Joint Venture	1 January 2016
Amendments to FRS 10, FRS 12 and FRS 128: Investment Entities: Applying the Consolidation Exception	1 January 2016
Amendments to FRS 11: Accounting for Acquisitions of Interests in Joint operations	1 January 2016
Amendments to FRS 116 and FRS 138: Clarification of Acceptable Methods of Depreciation and Amortisation	1 January 2016
Amendments to FRS 127: Equity Method in Separate Financial Statements	1 January 2016
FRS 9 Financial Instruments (IFRS 9 issued by IASB in July 2014)	1 January 2018

The directors expect that the adoption of the standards and interpretations above will have no material impact on the financial statements in the period of initial application.

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').

Transitioning Entities will be allowed to defer adoption of the new MFRS Framework and may in the alternative, apply Financial Reporting Standards ("FRS") as its financial reporting framework until the MFRS is mandatory for annual periods beginning on or after 1 January 2017.

The Group falls within the scope definition of Transitioning Entities and accordingly, will be required to prepare financial statements using the MFRS Framework in its first MFRS financial statements for the year ending 30 June 2018. 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 earnings.

3. Auditors' Report on Preceding Annual Financial Statements

The auditors' report on the financial statements for the year ended 30 June 2014 was not qualified.

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

Part A - Explanatory Notes Pursuant to FRS 134

4. Segmental Information

	12 months ended	
	30.06.15	30.06.14
	RM'000	RM'000
Segment Revenue		
Plantation	11,412	13,978
Investment	13,036	13,852
Total	<u>24,448</u>	<u>27,830</u>
Segment results		
Plantation	4,448	7,042
Investment	1,897	22,210
	6,345	29,252
Unallocated corporate expenses	(4,673)	(4,312)
Profit from operations	<u>1,672</u>	<u>24,940</u>
Segment assets		
Plantation	355,657	128,757
Investment	811,883	719,282
	1,167,540	848,039
Unallocated corporate asset	108	77
Total assets	<u>1,167,648</u>	<u>848,116</u>

5. 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 year ended 30 June 2015.

6. Changes in Estimates

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

7. 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.

8. Dividend Paid

In respect of the financial year ended 30 June 2014, as reported in the directors' report of that year, the following dividends were paid during the current period:

	Amount	Net dividend
	RM	per share
		Sen
First and final tax exempt (one-tier) dividend of 1%	<u>631,720</u>	<u>1.00</u>

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

Part A - Explanatory Notes Pursuant to FRS 134

9. Debt and Equity Securities

There were no repurchase and repayment of debts and equity securities in the current quarter.

10. Changes in Composition of the Group

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

11. Capital Commitments

There are no commitments for the purchase of property, plant and equipment not provided for in the financial statements as at 30 June 2015.

12. Changes in Contingent Liabilities and Contingent Assets

There were no contingent liabilities or contingent assets as at 30 June 2015.

13. Related Party Transactions

Transactions with related parties are as follows:

	Individual Quarter		Year-To-Date	
	3 months ended		12 months ended	
	30.06.15	30.06.14	30.06.15	30.06.14
	RM'000	RM'000	RM'000	RM'000
Rental income from Ice Cold Beer Pte. Ltd., a company in which a director, Lee Chung-Shih has an interest (recurrent)	221	202	822	803
Estate agency fee payable to Kluang Estates (1977) Sdn Bhd, a company in which a director, Lee Chung-Shih, has an interest (recurrent)	58	122	292	500
Administration and support services payable to The Nyalas Rubber Estates Limited, a company in which a director, Lee Chung-Shih, has an interest (recurrent)	428	443	1,628	1,582
Administration and support services payable to Estate & Trust Agencies (1927) Limited, a company in which a director, Lee Chung-Shih, has an interest (recurrent)	84	194	391	291
Land lease rental payable to Kuala Pergau Rubber Plantations Plc, a company in which a director, Lee Chung-Shih, has an interest and Balaraman A/L Annamaly is a common director (recurrent)	63	-	63	-

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

Part A - Explanatory Notes Pursuant to FRS 134

14. Subsequent Events

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

15. Fair Value Hierarchy

The Group uses the following hierarchy for determining the fair value of all assets and liabilities carried at fair value:

- Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities;
- Level 2: Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable.
- Level 3: Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable.

	Level 1	Level 2	Level 3	Total
	RM'000	RM'000	RM'000	RM'000
30.06.15				
Available-for-sale financial assets	409,969	55,145	-	465,114
Freehold land	-	-	297,918	297,918
Investment properties	-	-	67,348	67,348
	<u>409,969</u>	<u>55,145</u>	<u>365,266</u>	<u>830,380</u>
30.06.14				
Available-for-sale financial assets	352,639	48,064	-	400,703
Freehold land	-	-	74,347	74,347
Investment properties	-	-	60,565	60,565
	<u>352,639</u>	<u>48,064</u>	<u>134,912</u>	<u>535,615</u>

There have been no transfers between Level 1, Level 2 and Level 3 fair value measurements during the current financial period and the comparative period. There were no change in the purpose of any financial asset that subsequently resulted in a different classification of that asset.

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

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

16. Performance Review

The Group recorded revenue of RM10.07 million and RM24.45 million for the current quarter and financial year ended 30 June 2015 respectively. These were lower as compared to the preceding year's corresponding quarter and a year ago despite higher interest income. Crop sales for the current quarter and current financial year were both down by about 18% as compared to last year's corresponding quarter and financial year ended 30 June 2014. These were mainly due to lower tonnage harvested and fresh fruit bunch ("FFB") prices were down by about 13% while lower dividend income was received during the current financial year.

For the current quarter, the Group reported an after-tax profit of RM5.91 million which was lower than last year's RM8.24 million. This is despite share of financial results of its associates was a profit of RM1.95 million while it was a loss of RM5.52 million during last year's corresponding quarter and the current quarter also benefitted from the reversal of temporary difference of deferred tax of RM1.77 million on account of the revised basis of recognition of capital gain tax for its investment property located overseas. This was due to:-

- 1) The foreign exchange difference was a loss of RM2.02 million for the current quarter while last year's corresponding quarter was a gain of RM697,000.
- 2) The Group suffered a fair value loss of RM1.95 million arising from the revaluation of its investment properties as compared to the fair value gain of RM7.50 million reported during last year's corresponding quarter.

The Group ended the financial year with an after-tax profit of RM10.36 million. This was significantly lower than the profit of RM22.31 million achieved a year ago despite share of its associates' profit of RM8.49 million was higher than last year's RM369,000 coupled with the Group having benefitted from the reversal of temporary difference deferred tax of RM1.77 million. This was due to:

- 1) Lower revenue achieved.
- 2) The foreign exchange difference was a loss of RM8.70 million for the current financial year while last year was gain of RM1.36 million.
- 3) The revaluation of its investment properties resulted in a fair value loss of RM1.95 million for the current year while a fair value gain of RM7.50 million was reported for last year.

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

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

**17. Comment on Material Change in Profit Before Taxation for the Current Quarter as
Compared with the Immediate Preceding Quarter**

For the quarter under review, the Group's revenue of RM10.07 million was higher than the immediate preceding quarter of RM3.21million. This was due to the receipt of dividend income of RM6.13 million during the current quarter while only RM47,000 was received during the immediate preceding quarter. Crop sales were higher on account of the 40% increase in the tonnage harvested. Interest income were also higher.

The Group reported a pre-tax profit of RM4.61 million for the current quarter. This was a positive turnaround from the immediate preceding quarter's loss of RM1.31 million despite the recognition of the fair value loss of RM1.95 million arising from the revaluation of its investment properties in the current quarter while there was none for the immediate preceding quarter. This was due to:-

- 1) Higher revenue achieved.
- 2) The foreign exchange loss of RM2.02 million for the current quarter was lower than the immediate preceding quarter's loss of RM2.79 million.
- 3) Share of profit of its associate of RM1.95 million was higher than the immediate preceding quarter by RM944,000.

18. Commentary on Prospects

For the next financial year ending 30 June 2016, higher crop tonnage is expected, barring any unforeseen circumstances such as heavy rainfalls and extremely dry weather which were encountered in the current year. However, FFB prices are expected to static or decline.

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 or profit guarantee.

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

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

20. Profit before tax

Profit for the period is arrived after charging/(crediting):

	Individual Quarter		Year-To-Date	
	30.06.15	30.06.14	30.06.15	30.06.14
	RM'000	RM'000	RM'000	RM'000
Interest income	(670)	(473)	(2,415)	(1,625)
Other income including investment income	(6,344)	(6,199)	(10,625)	(12,426)
Fair value loss/(gain) on Investment properties	1,951	(7,496)	1,951	(7,496)
Interest expense	n/a	n/a	n/a	n/a
Depreciation and amortization	38	29	132	107
Provision for and write off of receivables	n/a	n/a	n/a	n/a
Provision for and write off of inventories	n/a	n/a	n/a	n/a
Gain or loss on disposal of quoted or unquoted investments or properties	n/a	n/a	n/a	n/a
Impairment of assets	n/a	n/a	n/a	n/a
Foreign exchange loss/(gain)	2,017	(697)	8,700	(1,355)
(Gain)/Loss on derivatives	n/a	n/a	n/a	n/a
Exceptional items	n/a	n/a	n/a	n/a

n/a : Not applicable

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

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

21. Income Tax Expense

	Individual Quarter		Year-To-Date	
	3 months ended		12 months ended	
	30.06.15	30.06.14	30.06.15	30.06.14
	RM'000	RM'000	RM'000	RM'000
Current tax:				
Malaysian income tax	227	335	980	1,885
Foreign tax	148	66	383	244
	<u>375</u>	<u>401</u>	<u>1,363</u>	<u>2,129</u>
Under/(Over) provision of income tax in prior years				
Malaysian income tax	(86)	(6)	27	(16)
Foreign tax	(18)	-	(18)	-
	<u>271</u>	<u>395</u>	<u>1,372</u>	<u>2,113</u>
Deferred tax:				
Relating to origination and reversal of temporary differences	(1,570)	883	(1,570)	883
Overprovision in prior years	-	-	-	-
	<u>(1,570)</u>	<u>883</u>	<u>(1,570)</u>	<u>883</u>
Total income tax expense	<u><u>(1,299)</u></u>	<u><u>1,278</u></u>	<u><u>(198)</u></u>	<u><u>2,996</u></u>

The effective tax rates for the current quarter, current year and last year's corresponding quarter and year were lower than the statutory tax rate applicable in Malaysia as certain income were not subject to tax.

The reversal of temporary difference of deferred tax amounting to RM1.77 million arose from the reversal of capital gain tax ("CGT") provided in previous years in respect of one of its investment properties located overseas. The overseas Tax Authority has recently announced that CGT will apply only to that part of the gain arising after 5 April 2015.

22. Corporate Proposals

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

23. Borrowings

There were no borrowings and debt securities as at 30 June 2015.

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

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

24. Changes in Material Litigation

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

25. Dividend Payable

The directors do not recommend any dividend for the current quarter under review.

26. Earnings Per Share

(a) Basic

Basic earnings per share amounts are calculated by dividing profit for the year attributable to owners of the parent by the weighted average number of ordinary shares in issue during the financial year.

	Individual Quarter		Year-To-Date	
	3 months ended		12 months ended	
	30.06.15	30.06.14	30.06.15	30.06.14
Profit attributable to owners of the parent (RM'000)	<u>2,394</u>	<u>3,742</u>	<u>4,836</u>	<u>8,429</u>
Weighted average number of ordinary shares in issue ('000)	<u>63,172</u>	<u>63,172</u>	<u>63,172</u>	<u>62,178</u>
Basic earnings per share (Sen)	<u>3.79</u>	<u>5.92</u>	<u>7.66</u>	<u>13.56</u>

(b) Diluted

Diluted earnings per share is the same as basic earnings per share as there is no dilutive potential ordinary shares outstanding as at 30 June 2015.

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

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

27. Disclosure of Realised and Unrealised Retained Profits

The disclosure of realised and unrealised profits mentioned above is solely for complying with the disclosure requirements stipulated in the directive of Bursa Malaysia and should not be applied for any other purposes.

The breakdown of retained profits of the Group, pursuant to the format prescribed by Bursa Malaysia, is as follows:

	As at 30.06.15	As at 30.06.14
	RM'000	RM'000
Total retained profits of the Group and its subsidiaries:		
- Realised	134,900	121,246
- Unrealised	19,902	24,724
	154,802	145,970
Less: Consolidation adjustments	(16,210)	(11,582)
	<u>138,592</u>	<u>134,388</u>

28. 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 27 August 2015.