

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

Consolidated Statement Of Comprehensive Income
For the Financial Period Ended 31 March 2017
(The figures have not been audited)

	Note	Individual Quarter 3 months ended		Year to Date 9 months ended	
		31.03.17 RM'000	31.03.16 RM'000	31.03.17 RM'000	31.03.16 RM'000
Revenue	4	3,802	2,905	15,756	14,144
Other Income		13	-	15	22
Changes in Inventories		160	256	66	271
Staff Costs		(565)	(479)	(1,676)	(1,407)
Depreciation		(102)	(101)	(297)	(247)
Subcontract Labour Costs, Fertilizer and Chemical Costs		(1,173)	(1,225)	(3,311)	(4,061)
Foreign Exchange Gain/(Loss)		4,806	5,997	(4,131)	(936)
Other Expenses		(1,684)	(1,944)	(4,717)	(4,692)
Loss on disposal of Investment Properties		(431)	-	(431)	-
Gain on sale of available-for-sale financial asset		6,128	-	6,128	-
Profit from operations	4	10,954	5,409	7,402	3,094
Share of (Loss)/Profit of Associates		(1,031)	3,777	(1,953)	2,242
Profit before tax	20	9,923	9,186	5,449	5,336
Income tax credit/(expense)	21	17	3	(923)	(222)
Profit after tax		9,940	9,189	4,526	5,114
<u>Other Comprehensive Income/(Loss)</u>					
Available-for-sale investments:					
- Net change in fair value		23,829	29,741	20,133	(23,037)
- Transferred to profit or loss on sale of available-for-sale financial asset		(1,851)	-	(12,031)	-
Foreign currency translation					
- Net change in foreign currency translation		2,383	(42,845)	48,552	19,862
- Transferred to profit or loss on sale of available-for-sale financial asset		(4,275)	-	(4,275)	-
Share of other comprehensive income/(loss) of associates		3,473	(287)	5,148	(8,529)
Other comprehensive income/(loss) for the period, net of tax		23,559	(13,391)	57,527	(11,704)
Total comprehensive income/(loss) for the period		33,499	(4,202)	62,053	(6,590)
Profit attributable to:					
Owners of the parent		5,118	4,454	2,543	2,684
Non-controlling interest		4,822	4,735	1,983	2,430
		9,940	9,189	4,526	5,114
Total comprehensive income/(loss) attributable to:					
Owners of the parent		15,335	(2,385)	29,156	(3,012)
Non-controlling interest		18,164	(1,817)	32,897	(3,578)
		33,499	(4,202)	62,053	(6,590)
Earnings per share attributable to owners of the parent:					
Basic (Sen)	26(a)	8.10	7.05	4.03	4.25
Diluted (Sen)	26(b)	8.10	7.05	4.03	4.25

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 31 March 2017**

	(Unaudited) As at 31.03.17 RM'000	(Audited) As at 30.6.2016 RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	300,079	299,883
Biological assets	18,998	10,426
Investment properties	69,217	64,447
Investment in associates	88,684	79,520
Available-for-sale investments	429,293	406,790
Deferred tax asset	205	205
	<u>906,476</u>	<u>861,271</u>
Current assets		
Inventories	333	266
Trade and other receivables	1,558	2,598
Prepayments	536	677
Tax recoverable	494	491
Cash and bank balances	269,171	253,789
	<u>272,092</u>	<u>257,821</u>
TOTAL ASSETS	<u>1,178,568</u>	<u>1,119,092</u>
EQUITY AND LIABILITIES		
Equity attributable to owners of the Parent		
Share capital	63,172	63,172
Reserves	594,904	566,330
	<u>658,076</u>	<u>629,502</u>
Non-controlling interests	501,418	469,677
Total equity	<u>1,159,494</u>	<u>1,099,179</u>
Non-current liabilities		
Deferred tax liability	15,153	15,137
Trade and other payables	478	445
Provision for retirement benefits	56	42
	<u>15,687</u>	<u>15,624</u>
Current liabilities		
Trade and other payables	3,084	4,180
Tax payable	303	109
	<u>3,387</u>	<u>4,289</u>
Total liabilities	<u>19,074</u>	<u>19,913</u>
TOTAL EQUITY AND LIABILITIES	<u>1,178,568</u>	<u>1,119,092</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 Period Ended 31 March 2017**

(The figures have not been audited)

	← Non distributable →							← Distributable →					
	Equity Attributable to Owners of Equity, Total RM'000	Equity Attributable to Owners of the Parent, 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	Equity Interest in the Company held by subsidiaries 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 2016	1,099,180	629,503	63,172	5,216	214,439	119,669	60,951	(25,649)	4,862	5,662	17,412	163,769	469,677
Total comprehensive income for the period	62,053	29,156	-	-	2,235	2,737	21,641	-	-	-	-	2,543	32,897
Dividend paid	(1,739)	(583)	-	-	-	-	-	-	-	-	-	(583)	(1,156)
As at 31 March 2017	1,159,494	658,076	63,172	5,216	216,674	122,406	82,592	(25,649)	4,862	5,662	17,412	165,729	501,418
Opening balance at 1 July 2015	1,118,192	636,030	63,172	5,216	220,260	139,992	43,619	(25,649)	4,862	5,662	17,412	161,484	482,162
Total comprehensive (loss)/income for the period	(6,590)	(3,012)	-	-	(3,702)	(11,418)	9,424	-	-	-	-	2,684	(3,578)
Dividend	(1,787)	(631)	-	-	-	-	-	-	-	-	-	(631)	(1,156)
As at 31 March 2016	1,109,815	632,387	63,172	5,216	216,558	128,574	53,043	(25,649)	4,862	5,662	17,412	163,537	477,428

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 Period Ended 31 March 2017
(The figures have not been audited)

	9 months ended	
	31.03.17	31.03.16
	RM'000	RM'000
OPERATING ACTIVITIES		
Profit before taxation	5,449	5,336
Adjustments for:		
Depreciation	297	247
Gain on disposal of property, plant and equipment	(12)	-
Gain on disposal of available-for-sale financial asset	(6,128)	-
Provision for retirement benefit	14	27
Dividend income	(2,699)	(4,254)
Interest income	(1,481)	(2,208)
Share of loss of associates	1,953	(2,242)
Loss on disposal of investment properties	431	-
Unrealised foreign exchange loss	4,072	924
Operating cash flows before working capital changes	1,896	(2,170)
Receivables	428	(275)
Prepayments	140	78
Inventories	(66)	(271)
Payables	(1,110)	(660)
Cash flows from/(used in) operations	1,288	(3,298)
Taxes refunded	-	171
Taxes paid	(733)	(202)
Net cash flows from/(used in) operating activities	555	(3,329)
INVESTING ACTIVITIES		
Dividends received	4,871	8,939
Interest received	1,675	2,136
Withdrawal from fixed deposits	6,803	4,580
Purchase of property, plant and equipment	(615)	(876)
Addition of biological assets	(8,572)	(6,054)
Proceeds from sale of available-for-sale financial asset	6,256	-
Proceeds from sale of property, plant and equipment	135	-
Proceeds from sale of investment properties	201	-
Cash flows from investing activities	10,754	8,725
FINANCING ACTIVITIES		
Dividends paid to owners of the Company	(583)	(631)
Dividends paid to non-controlling interest	(1,156)	(1,156)
Net cash used in financing activities	(1,739)	(1,787)
NET INCREASE IN CASH AND CASH EQUIVALENTS	9,570	3,609
EFFECTS OF EXCHANGE RATE CHANGES	12,616	4,390
CASH AND CASH EQUIVALENTS AT BEGINNING OF FINANCIAL PERIOD	234,030	205,219
CASH AND CASH EQUIVALENTS AT END OF FINANCIAL PERIOD (Note 27)	256,216	213,218

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 2016. 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 2016.

2. Significant accounting policies

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 2016.

(i) Revised FRSs issued and not yet effective

The Group has not early adopted the following revised FRSs 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
Amendments to FRS 107: Disclosure Initiative	1 January 2017
Amendments to FRS 112: Recognition of Deferred Tax Assets for Unrealised Losses	1 January 2017
Amendments to FRS 12 (Annual Improvements to FRS Standards 2014-2016 Cycle)	1 January 2017
FRS 9 Financial Instruments (IFRS 9 as issued by IASB in July 2014)	1 January 2018
Amendments to FRS 10 and FRS 128: Sale or Contribution of Assets between an Investor and its Associate or Joint Venture	Deferred

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

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

Part A - Explanatory Notes Pursuant to FRS 134

2. Significant Accounting Policies (cont'd)

Revised FRSs issued and not yet effective (cont'd)

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 2018.

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 2019. 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 2016 was not qualified.

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

Part A - Explanatory Notes Pursuant to FRS 134

4. Segmental Information

	9 months ended	
	31.03.17	31.03.16
	RM'000	RM'000
Segment Revenue		
Plantation	10,467	6,997
Investment	5,289	7,147
Total	<u>15,756</u>	<u>14,144</u>
Segment results		
Plantation	6,062	1,784
Investment	9,953	5,674
	<u>16,015</u>	<u>7,458</u>
Unallocated corporate expenses	(8,613)	(4,364)
Loss from operations	<u>7,402</u>	<u>3,094</u>
Segment assets		
Plantation	371,140	354,439
Investment	807,194	803,368
	<u>1,178,334</u>	<u>1,157,807</u>
Unallocated corporate asset	234	273
Total assets	<u>1,178,568</u>	<u>1,158,080</u>

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

During the current quarter, compensation of RM201,102 for the compulsory acquisition of one of the subsidiaries' 1.149 acres of the Semenyih's land for electric supply line was received. This resulted in a loss of RM431,000. One of the Available-For-Sale ("AFS") financial assets was sold for RM6.23 million during the period-to-date. This resulted in a net realized gain of RM6.13 million, mainly due to:-

	RM'000
Fair Value of the sale of AFS financial asset	16,434
Less: Sales Proceeds	<u>(6,256)</u>
Loss on sale of AFS financial asset	(10,178)
Transfer of:	
• Previous years' gain from Fair Value Reserve to Profit & Loss	12,031
• Previous years' translation gain from Translation Reserve to Profit & Loss	<u>4,275</u>
Net realized gain of sale of AFS financial asset	<u><u>6,128</u></u>

Other than these compulsory land acquisition and sale of AFS financial asset, there were no unusual items affecting assets, liabilities, equity, net income, or cash flows during the financial period ended 31 March 2017.

6. Changes in Estimates

There were no changes in estimates that have had a material effect in the current quarter results.

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

Part A - Explanatory Notes Pursuant to FRS 134

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 2016, 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 (single-tier) dividend of 1%	<u>631,720</u>	<u>1.00</u>

9. Debt and Equity Securities

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

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 31 March 2017.

12. Changes in Contingent Liabilities and Contingent Assets

There were no contingent liabilities or contingent assets as at 31 March 2017.

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

Part A - Explanatory Notes Pursuant to FRS 134

13. Related Party Transactions

Transactions with related parties are as follows:

	Individual Quarter		Year-To-Date	
	3 months ended		9 months ended	
	31.03.17	31.03.16	31.03.17	31.03.16
	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)	246	222	719	684
Estate agency fee payable to Kluang Estates (1977) Sdn Bhd, a company in which a director, Lee Chung-Shih, has an interest (recurrent)	62	55	210	180
Administration and accounting support services payable to The Nyalas Rubber Estates Limited, a company in which a director, Lee Chung-Shih, has an interest (recurrent)	519	512	1,592	1,597
Administration and support services payable to Estate & Trust Agencies (1927) Limited, a company in which a director, Lee Chung-Shih, has an interest (recurrent)	76	94	245	236
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	188	188

14. Subsequent Events

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

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

Part A - Explanatory Notes Pursuant to FRS 134

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
31.03.17				
Available-for-sale financial assets	368,823	60,470	-	429,293
Freehold land	-	-	297,930	297,930
Investment properties	-	-	69,217	69,217
	<u>368,823</u>	<u>60,470</u>	<u>367,147</u>	<u>796,440</u>
30.06.16				
Available-for-sale financial assets	354,772	52,018	-	406,790
Freehold land	-	-	298,052	298,052
Investment properties	-	-	64,447	64,447
	<u>354,772</u>	<u>52,018</u>	<u>362,499</u>	<u>769,289</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)
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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 recorded revenue of RM3.80 million for the current quarter (3Q2017) ended 31 March 2017. This was higher than last year's corresponding quarter (3Q2016) of RM2.91 million, mainly due to higher crop sales on account of the increases in FFB production, and fresh fruit bunch ("FFB") prices. Rental income from the investment property in London was RM170,000 while there was no revenue contribution during last year's corresponding quarter (3Q2016).

For the current quarter (3Q2017), the Group recorded an after-tax profit of RM9.94 million. This was higher than last year's corresponding quarter's after-tax profit of RM9.19 million (3Q2016), mainly due to the gain of RM6.13 million arising from the sale of its Available-For-Sale ("AFS") financial assets after offsetting the following:

- 1) The foreign exchange gain of RM4.81 million for the current quarter was lower than last year quarter's RM6.0 million.
- 2) Share of the financial results of the associates for the current quarter was a loss of RM1.03 million while it was a profit of RM3.78 million during last year's corresponding quarter.
- 3) The compulsory acquisition of the subsidiary's 1.149 acres of land in Semenyih for electric supply line resulted in a loss of RM431,000 while there was none in last year's corresponding quarter.

For the current 9 months to-date (9M2017), the Group's revenue of RM15.76 million was higher than last year's corresponding period-to-date of RM14.14 million (9M2016). This was primarily due to increased contributions from the plantation segment. Crop sales of RM10.47 million was higher than last year's corresponding period mainly on account of the increase in FFB prices. The Group also received rental income of RM390,000 during the current period-to-date while there was no revenue contribution for the corresponding period of last year.

The Group reported an after tax-profit of RM4.53 million for the current 9 months to-date (9M2017). This was lower than last year's corresponding period-to-date of RM5.11 million, mainly due to:-

- 1) Share of the financial results of the associates for the current period-to-date was a loss of RM1.95 million while it was a profit of RM2.24 million a year ago.
- 2) The foreign exchange loss of RM4.13 million was higher than last year's RM936,000.
- 3) The compulsory acquisition of the subsidiary's 1.149 acres of land in Semenyih by Wayleave for Electric supply line resulted in a loss of RM431,000 while there was none during a year ago.
- 4) Income tax expense of RM923,000 for the current period to-date was higher than last year's corresponding quarter of RM222,000.

However, the Group reported a gain of RM6.13 million arising from the sale of AFS financial asset during the current period-to-date.

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 (3Q2017), the Group's revenue of RM3.80 million was lower than preceding quarter's RM6.29 million (2Q2017). Crop sales was lower despite the increase of 8.2% in FFB prices as tonnage harvested was lower by about 34% as compared to the immediate preceding quarter. Dividend income of RM12,000 was received during the current quarter while RM1.25 million was received during the immediate preceding quarter.

The Group reported a pre-tax profit of RM9.92 million for the current quarter as compared to the immediate preceding quarter's loss of RM4.48 million. This was despite lower revenue and share of financial results of the associates was a loss of RM1.03 million for the current quarter while it was a profit of RM55,000 in the immediate preceding quarter. This was due to:-

- 1) The foreign exchange difference was a gain of RM4.81 million for the current quarter while it was a loss of RM7.48 million in the immediate preceding quarter.
- 2) Gain on disposal of AFS asset was a profit of RM6.13 million while there was none in the immediate preceding quarter.

18. Commentary on Prospects

Management believes that there will be an increase in the production for 4Q2017. However, the CPO prices will be slightly lower than RM2,800 per metric tonne as reported in 2Q2017. Hence, the crop sales for 4Q2017 will be comparable.

The Group's results are also dependent on dividend income receivable from its investments, market valuation of its publicly listed investments and the effect of currency fluctuations.

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)
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**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	
	31.03.17	31.03.16	31.03.17	31.03.16
	RM'000	RM'000	RM'000	RM'000
Interest income	(426)	(750)	(1,481)	(2,208)
Other income including investment income	(440)	(243)	(3,823)	(4,961)
Interest expense	n/a	n/a	n/a	n/a
Depreciation and amortization	102	101	297	247
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 on disposal of available-for-sale financial asset	(6,128)	n/a	(6,128)	n/a
Loss on disposal of investment properties	431	n/a	431	n/a
Impairment of assets	n/a	n/a	n/a	n/a
Foreign exchange (gain)/loss	(4,806)	(5,997)	4,131	936
(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

21. Income Tax Expense

	Individual Quarter		Year-To-Date	
	3 months ended		9 months ended	
	31.03.17	31.03.16	31.03.17	31.03.16
	RM'000	RM'000	RM'000	RM'000
Current tax:				
Malaysian income tax	(162)	(60)	639	186
Foreign tax	145	39	322	207
	(17)	(21)	961	393
Over provision of income tax in prior years				
Malaysian income tax	-	18	-	(171)
Foreign tax	-	-	(38)	-
	-	18	(38)	(171)
Total income tax expense	(17)	(3)	923	222

The effective tax rates for the current quarter, last year's corresponding quarter and last year's year-to-date were lower as certain income were not subject to income tax. The effective tax rate of the current year-to-date was higher as certain expenses were not deductible for tax purposes.

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

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 31 March 2017.

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 period attributable to owners of the parent by the weighted average number of ordinary shares in issue during the financial period.

	Individual Quarter		Year-To-Date	
	3 months ended		9 months ended	
	31.03.17	31.03.16	31.03.17	31.03.16
Earnings attributable to owners of the parent (RM'000)	<u>5,118</u>	<u>4,454</u>	<u>2,543</u>	<u>2,684</u>
Weighted average number of ordinary shares in issue ('000)	<u>63,172</u>	<u>63,172</u>	<u>63,172</u>	<u>63,172</u>
Basic earnings per share (Sen)	<u>8.10</u>	<u>7.05</u>	<u>4.03</u>	<u>4.25</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 31 March 2017.

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. Cash and cash equivalents

For the purposes of the statements of cash flows, cash and cash equivalents comprise the following:

	9 months period	
	31.03.17	31.03.16
	RM'000	RM'000
Cash and bank balances	269,171	243,980
Less: Short-term deposits with a licensed bank with maturities more than 90 days	(12,955)	(30,762)
Cash and cash equivalents	<u>256,216</u>	<u>213,218</u>

28. 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	As at
	31.03.17	30.06.16
	RM'000	RM'000
Total retained profits of the Group and its subsidiaries:		
- Realised	148,365	141,737
- Unrealised	14,316	39,465
	162,681	181,202
Less: Consolidation adjustments	3,048	(17,432)
	<u>165,729</u>	<u>163,770</u>

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 31 May 2017.