

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

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

	Note	Individual Quarter 3 months ended		Change Favourable (Unfavourable)		Period-to-Date 6 months ended		Change Favourable (Unfavourable)	
		31.12.17 RM'000	31.12.16 RM'000	RM'000	%	31.12.17 RM'000	31.12.16 RM'000	RM'000	%
Revenue	4	6,309	6,285	24	0	12,851	11,954	897	8
Other Income		6	1	5	500	23	2	21	1050
Changes in Inventories		(448)	(105)	(343)	-327	7	(94)	101	107
Staff Costs		(576)	(590)	14	2	(1,196)	(1,111)	(85)	-8
Depreciation		(111)	(109)	(2)	-2	(211)	(195)	(16)	-8
Subcontract Labour Costs, Fertilizer and Chemical Costs		(1,342)	(1,088)	(254)	-23	(2,785)	(2,138)	(647)	-30
Foreign Exchange Gain/(Loss)		1,208	(7,481)	8,689	116	3,133	(8,937)	12,070	135
Other Expenses		(1,215)	(1,444)	229	16	(3,240)	(3,033)	(207)	-7
Profit/(Loss) from operations	4	3,831	(4,531)	8,362	185	8,582	(3,552)	12,134	342
Share of profit/(loss) of Associates		817	55	762	1385	789	(922)	1,711	186
Profit/(Loss) before tax	20	4,648	(4,476)	9,124	204	9,371	(4,474)	13,845	309
Income tax expense	21	(227)	(618)	391	63	(477)	(940)	463	49
Profit/(Loss) after tax		4,421	(5,094)	9,515	187	8,894	(5,414)	14,308	264
Other Comprehensive Income									
Investments:									
- Gain/(Loss) on fair value changes		34,317	(6,689)	41,006	613	39,806	(3,696)	43,502	1177
- Loss on disposal of available-for-sale investment		-	(10,180)	10,180	100.00	-	(10,180)	10,180	100
Foreign currency translation		(22,929)	31,490	(54,419)	-173	(28,799)	46,169	(74,968)	-162
Share of other comprehensive income/(loss) of associates		1,539	(4,065)	5,604	138	2,487	1,675	812	48
Other comprehensive income for the period, net of tax		12,927	10,556	2,371	22	13,494	33,968	(20,474)	-60
Total comprehensive income for the period		17,348	5,462	11,886	218	22,388	28,554	(6,166)	-22
Profit/(Loss) attributable to:									
Owners of the parent		2,239	(2,572)	4,811	187	4,602	(2,575)	7,177	279
Non-controlling interest		2,182	(2,522)	4,704	187	4,292	(2,839)	7,131	251
		4,421	(5,094)	9,515	187	8,894	(5,414)	14,308	264
Total comprehensive income attributable to:									
Owners of the parent		8,032	2,744	5,288	193	7,522	13,821	(6,299)	-46
Non-controlling interest		9,316	2,718	6,598	243	14,866	14,733	133	1
		17,348	5,462	11,886	218	22,388	28,554	(6,166)	-22
Earnings/(Loss) per share attributable to owners of the parent:									
Basic (Sen)	26(a)	3.54	(4.07)			7.28	(4.08)		
Diluted (Sen)	26(b)	3.54	(4.07)			7.28	(4.08)		

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 December 2017**

	(Unaudited) As at 31.12.17 RM'000	(Audited) As at 30.6.2017 RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	300,298	300,025
Biological assets	23,808	20,899
Investment properties	65,604	68,594
Investment in associates	82,831	85,165
Investments	501,919	473,396
	<u>974,460</u>	<u>948,079</u>
Current assets		
Inventories	54	47
Trade and other receivables	2,169	1,380
Prepayments	353	658
Tax recoverable	714	652
Cash and bank balances	264,378	270,455
	<u>267,668</u>	<u>273,192</u>
TOTAL ASSETS	<u>1,242,128</u>	<u>1,221,271</u>
EQUITY AND LIABILITIES		
Equity attributable to owners of the Parent		
Share capital	63,172	63,172
Reserves	619,770	612,833
	<u>682,942</u>	<u>676,005</u>
Non-controlling interests	539,286	525,661
Total equity	<u>1,222,228</u>	<u>1,201,666</u>
Non-current liabilities		
Deferred tax liabilities	15,458	15,465
Other payables	562	523
Provision for retirement benefits	57	51
	<u>16,077</u>	<u>16,039</u>
Current liabilities		
Trade and other payables	3,631	3,391
Tax payable	192	175
	<u>3,823</u>	<u>3,566</u>
Total liabilities	<u>19,900</u>	<u>19,605</u>
TOTAL EQUITY AND LIABILITIES	<u>1,242,128</u>	<u>1,221,271</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 December 2017**

(The figures have not been audited)

	← Non distributable →							← Distributable →					
	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 2017	1,201,665	676,004	63,172	5,216	216,947	147,753	75,600	(25,649)	4,862	5,662	17,412	165,029	525,661
Total comprehensive income/(loss) for the period	22,388	7,522	-	-	1,079	15,983	(14,142)	-	-	-	-	4,602	14,866
Dividend paid	(1,825)	(584)	-	-	-	-	-	-	-	-	-	(584)	(1,241)
As at 31 December 2017	1,222,228	682,942	63,172	5,216	218,026	163,736	61,458	(25,649)	4,862	5,662	17,412	169,047	539,286
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/(loss) for the period	28,554	13,821	-	-	727	(7,478)	23,147	-	-	-	-	(2,575)	14,733
Dividend paid	(1,739)	(583)	-	-	-	-	-	-	-	-	-	(583)	(1,156)
As at 31 December 2016	1,125,995	642,741	63,172	5,216	215,166	112,191	84,098	(25,649)	4,862	5,662	17,412	160,611	483,254

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 December 2017
(The figures have not been audited)

	6 months ended	
	31.12.17	31.12.16
	RM'000	RM'000
OPERATING ACTIVITIES		
Profit/(Loss) before taxation	9,371	(4,474)
Adjustments for:		
Depreciation	211	195
Provision for retirement benefit	6	9
Dividend income	(2,425)	(2,688)
Interest income	(1,067)	(1,055)
Share of (profit)/loss of associates	(789)	922
Unrealised foreign exchange (gain)/loss	(3,153)	8,926
	<hr/>	<hr/>
Operating cash flows before working capital changes	2,154	1,835
Receivables	(478)	(36)
Prepayments	305	259
Inventories	(7)	94
Payables	304	(352)
	<hr/>	<hr/>
Cash flows from operations	2,278	1,800
Taxes paid	(513)	(474)
	<hr/>	<hr/>
Net cash flows from operating activities	1,765	1,326
INVESTING ACTIVITIES		
Dividends received	3,442	3,966
Interest received	752	1,088
(Addition to)/Withdrawal from fixed deposits	(66,528)	1,607
Purchase of property, plant and equipment	(485)	(435)
Addition of biological assets	(2,908)	(6,723)
Proceeds from sale of available-for-sale investments	-	6,256
	<hr/>	<hr/>
Cash flows (used in)/from investing activities	(65,727)	5,759
FINANCING ACTIVITIES		
Dividends paid to owners of the Company	(584)	(583)
Dividends paid to non-controlling interest	(1,241)	(1,156)
	<hr/>	<hr/>
Net cash used in financing activities	(1,825)	(1,739)
NET (DECREASE)/INCREASE IN CASH AND CASH EQUIVALENTS	(65,787)	5,346
EFFECTS OF EXCHANGE RATE CHANGES	(6,817)	7,916
CASH AND CASH EQUIVALENTS AT BEGINNING OF FINANCIAL PERIOD	257,438	234,030
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CASH AND CASH EQUIVALENTS AT END OF FINANCIAL PERIOD (Note 27)	184,834	247,292
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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, investment in precious metals 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 2017. 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 2017.

2. Significant accounting policies

Changes in accounting policies

The accounting policies and methods of computation adopted by the Group in these interim financial statements are consistent with those adopted in the audited financial statement for the financial year ended 30 June 2017 except for the adoption of the amended FRSs and annual improvements which are relevant to the Group's operation with effect from 1 July 2017 as set out below:

- Amendments to FRS 107: Disclosure Initiative
- Amendments to FRS 112: Recognition of Deferred Tax Assets for Unrealised Losses
- Amendments to FRS 12: Disclosure of Interest in Other Entities

The adoption of the above Amendments and Annual Improvements does not have any effect on the financial performance or position of the Group.

New and amended standards and interpretations

The Group has not early adopted the following new and amended FRSs, annual improvements and IC Interpretation which have been issued as at the date of these interim 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 2: Classification and Measurement of Share-based Payment Transactions	1 January 2018
FRS 9 Financial Instruments	1 January 2018
Annual Improvements to FRS Standards 2014-2016 Cycle	1 January 2018
Amendments to FRS 140: Transfers of Investment Property	1 January 2018
IC Interpretation 22: Foreign Currency Transactions and Advance Consideration	1 January 2018
IC Interpretation 23: Uncertainty over Income Tax Treatments	1 January 2019
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)

New and amended standards and interpretations (cont'd)

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 2017 was not qualified.

4. Segmental Information

	6 months ended	
	31.12.17	31.12.16
	RM'000	RM'000
Segment Revenue		
Plantation	8,528	7,518
Investment	4,323	4,436
Total	<u>12,851</u>	<u>11,954</u>
Segment results		
Plantation	4,977	4,722
Investment	3,931	3,756
	<u>8,908</u>	<u>8,478</u>
Unallocated corporate expenses	(326)	(12,030)
Profit/(Loss) from operations	<u>8,582</u>	<u>(3,552)</u>
Segment assets		
Plantation	368,479	370,982
Investment	873,457	774,574
	<u>1,241,936</u>	<u>1,145,556</u>
Unallocated corporate asset	192	239
Total assets	<u>1,242,128</u>	<u>1,145,795</u>

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

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 period ended 31 December 2017.

6. Changes in Estimates

There were no changes in estimates that have had a material effect in the current quarter 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 2017, as reported in the directors' report of that year, the following dividends were paid during the current year:

	Amount RM	Net dividend 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.

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 December 2017.

12. Changes in Contingent Liabilities and Contingent Assets

There were no contingent liabilities or contingent assets as at 31 December 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		Period-To-Date	
	3 months ended		6 months ended	
	31.12.17	31.12.16	31.12.17	31.12.16
	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)	240	239	484	473
Estate agency fee payable to Kluang Estates (1977) Sdn Bhd, a company in which a director, Lee Chung-Shih, has an interest (recurrent)	84	77	178	148
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)	492	437	1,081	1,073
Administration and support services payable to Estate & Trust Agencies (1927) Limited, a company in which a director, Lee Chung-Shih, has an interest (recurrent)	96	85	185	169
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)	62	62	125	125

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
31.12.17				
Available-for-sale investments	417,209	63,650	-	480,859
Investment in precious metal	21,060	-	-	21,060
Freehold land	-	-	297,930	297,930
Investment properties	-	-	65,604	65,604
	<u>438,269</u>	<u>63,650</u>	<u>363,534</u>	<u>865,453</u>
30.06.17				
Available-for-sale investments	391,198	60,723	-	451,921
Investment in precious metal	21,475	-	-	21,475
Freehold land	-	-	297,930	297,930
Investment properties	-	-	68,594	68,594
	<u>412,673</u>	<u>60,723</u>	<u>366,524</u>	<u>839,920</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's revenue of RM6.31 million and RM12.85 million for the current quarter and period-to-date respectively were higher than the revenue reported for last year's corresponding quarter of RM6.29 million and period-to-date of RM11.95 million. Crop sales were up by 7% and 13% for the current quarter and period-to-date respectively. These were due to higher tonnage harvested mitigated by the 8% fall in the average price of fresh fruit bunches ("FFB") when compared to the average FFB price for last year's period-to-date. Dividend income was also lower.

Rental income from investment property in London for the current 6-month period was RM347,000 as compared to last year's 4-month period of RM220,000.

For the current quarter, the Group reported an after-tax profit of RM4.42 million and RM8.89 million for the current quarter and period-to-date respectively. These were positive turnarounds from the losses of RM5.09 million and RM5.41 million reported for last year's corresponding quarter and period-to-date respectively. These were mainly due to:-

- 1) Revenue achieved for the current quarter and current period-to-date were higher than a year ago.
- 2) The foreign exchange differences for the current quarter and period-to-date were gains of RM1.21 million and RM3.13 million respectively while they were losses of RM7.48 million and RM8.94 million for the quarter and period-to-date of a year ago respectively.
- 3) Share of profit of associates for the current quarter was RM817,000 which was higher than last year's corresponding quarter's profit of RM55,000. For the 1st half of current financial year, share of the associates' financial results was a profit of RM789,000 while it was a loss of RM922,000 a year ago.

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

	Current Quarter 31.12.17 RM'000	Preceding Quarter 30.09.17 RM'000	Change Favourable/(Unfavourable)	
			RM'000	%
Revenue	6,309	6,542	(233)	-4
Operating Profit	3,831	4,751	(920)	-19
Share of profit/(loss) of associate	817	(28)	845	3018
Profit before tax	4,648	4,723	(75)	-2
Profit after tax	4,421	4,473	(52)	-1
Profit attributable to:				
Owners of the parent	2,239	2,363	(124)	-5
Non-controlling interest	2,182	2,110	72	3
	<u>4,421</u>	<u>4,473</u>		

For the quarter under review, the Group's revenue of RM6.31 million was lower than the immediate preceding quarter's RM6.54 million despite higher crop sales. This was mainly due to the receipt of dividend income of RM928,000 for the current quarter which was lower than the immediate preceding quarter's RM1.50 million.

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 (cont'd)**

The Group reported a pre-tax profit of RM4.65 million which was slightly lower than the immediate preceding quarter's profit of RM4.72 million, despite the share of financial results of the associates was a profit of RM817,000 for the current quarter as compared to the loss of RM28,000 reported for the immediate preceding quarter. These were mainly due to lower revenue and exchange gain of RM1.21 million for the current quarter which was lower than the immediate preceding quarter's gain of RM1.93 million.

18. Commentary on Prospects

For the remaining six-month period of financial year ending 30 June 2018 (January 2018-June 2018), FFB production is expected to be on track for a year-on-year improvement. However, adverse weather conditions, labour requirements and pest attacks may pose challenges.

Overall, the Group expects performance from the plantation segment for financial year ending 30 June 2018 to be satisfactory.

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 affected by the market valuations of its 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/(Loss) before tax

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

	Individual Quarter		Period-To-Date	
	31.12.17 RM'000	31.12.16 RM'000	31.12.17 RM'000	31.12.16 RM'000
Interest income	(537)	(493)	(1,067)	(1,055)
Other income including investment income	(1,346)	(1,657)	(3,279)	(3,383)
Interest expense	n/a	n/a	n/a	n/a
Depreciation and amortization	111	109	211	195
Gain or loss on disposal of quoted or unquoted investments or properties	n/a	(10,180)	n/a	(10,180)
Impairment loss on available-for-sale investments	n/a	n/a	n/a	n/a
Fair value (gain)/loss on investment properties	n/a	n/a	n/a	n/a
Foreign exchange (gain)/loss	(1,208)	7,481	(3,133)	8,937
Exceptional items	n/a	n/a	n/a	n/a

n/a : Not applicable

21. Income Tax Expense

	Individual Quarter 3 months ended		Period-To-Date 6 months ended	
	31.12.17 RM'000	31.12.16 RM'000	31.12.17 RM'000	31.12.16 RM'000
Current tax:				
Malaysian income tax	181	523	385	801
Foreign tax	46	95	92	177
	<u>227</u>	<u>618</u>	<u>477</u>	<u>978</u>
Over provision of income tax in prior years				
Foreign tax	-	-	-	(38)
	<u>-</u>	<u>-</u>	<u>-</u>	<u>(38)</u>
Total income tax expense	<u>227</u>	<u>618</u>	<u>477</u>	<u>940</u>

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

The over provision of income tax for last year's corresponding period-to-date arose from tax refunds in respect of prior years' assessments.

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**

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 December 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/(Loss) Per Share

(a) Basic

Basic earnings/(loss) per share amounts are calculated by dividing profit/(loss) 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		Period-To-Date	
	3 months ended		6 months ended	
	31.12.17	31.12.16	31.12.17	31.12.16
Earnings/(loss) attributable to owners of the parent (RM'000)	<u>2,239</u>	<u>(2,572)</u>	<u>4,602</u>	<u>(2,575)</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/(loss) per share (Sen)	<u>3.54</u>	<u>(4.07)</u>	<u>7.28</u>	<u>(4.08)</u>

(b) Diluted

Diluted earnings/(loss) per share is the same as basic earnings/(loss) per share as there is no dilutive potential ordinary shares outstanding as at 31 December 2017.

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**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:

	6 months period	
	31.12.17	31.12.16
	RM'000	RM'000
Cash and bank balances	264,378	265,444
Less: Short-term deposits with a licensed bank with maturities more than 90 days	(79,544)	(18,152)
Cash and cash equivalents	<u>184,834</u>	<u>247,292</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
	31.12.17	30.06.17
	RM'000	RM'000
Total retained profits of the Group and its subsidiaries:		
- Realised	150,365	146,636
- Unrealised	42,336	40,762
	192,701	187,398
Less: Consolidation adjustments	(23,654)	(22,368)
	<u>169,047</u>	<u>165,030</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 28 February 2018.