

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

**Consolidated Statement Of Comprehensive Income**  
**For the Financial Period Ended 31 March 2019**  
(The figures have not been audited)

	Note	Individual Quarter 3 months ended		Change (Unfavourable)/ Favourable		Period-to-Date 9 months ended		Change (Unfavourable)/ Favourable	
		31.03.19 RM'000	31.03.18 RM'000	RM'000	%	31.03.19 RM'000	31.03.18 RM'000	RM'000	%
			Restated*				Restated*		
<b>Revenue</b>	4	3,339	3,961	(622)	-16	11,999	16,812	(4,813)	-29
Other income		-	1	(1)	-100	2	24	(22)	-92
Changes in inventories		134	13	121	931	241	20	221	1105
Staff costs		(984)	(911)	(73)	-8	(2,791)	(2,107)	(684)	-32
Depreciation		(784)	(222)	(562)	-253	(1,174)	(604)	(570)	-94
Subcontract labour costs, fertilizer and chemical costs		(1,319)	(997)	(322)	-32	(3,837)	(3,634)	(203)	-6
Foreign exchange gain		609	1,539	(930)	-60	1,396	4,672	(3,276)	-70
Other expenses		(2,267)	(1,572)	(695)	-44	(5,979)	(4,812)	(1,167)	-24
Fair value (loss)/gain on biological assets		(31)	(47)	16	34	(64)	53	(117)	-221
Fair value (loss)/gain on investments		(806)	316	(1,122)	355	(806)	6,107	(6,913)	-113
<b>(Loss)/Profit from operations</b>	4	(2,109)	2,081	(4,190)	-201	(1,013)	16,531	(17,544)	-106
Share of profit/(loss) of associates		5,071	3,751	1,320	35	(6,738)	7,027	(13,765)	-196
<b>Profit/(Loss) before tax</b>	20	2,962	5,832	(2,870)	-49	(7,751)	23,558	(31,309)	-133
Income tax expense	21	(17)	(133)	116	87	(141)	(610)	469	77
<b>Profit/(Loss) after tax</b>		2,945	5,699	(2,754)	-48	(7,892)	22,948	(30,840)	-134
<b>Other comprehensive income/(loss)</b>									
Investments:									
- Fair value gain/(loss)		24,982	20,377	4,605	23	(38,556)	54,392	(92,948)	-171
Foreign currency translation		(8,757)	(25,856)	17,099	66	8,397	(54,655)	63,052	115
Others		-	(163)	163	100	-	(163)	163	100
<b>Other comprehensive gain/(loss) for the period, net of tax</b>		16,225	(5,642)	21,867	388	(30,159)	(426)	(29,733)	-6980
<b>Total comprehensive income/(loss) for the period</b>		19,170	57	19,113	33532	(38,051)	22,522	(60,573)	-269
<b>Profit/(Loss) attributable to:</b>									
Owners of the parent		1,437	3,623	(2,186)	-60	(8,140)	12,481	(20,621)	-165
Non-controlling interest		1,508	2,076	(568)	-27	248	10,467	(10,219)	-98
		2,945	5,699	(2,754)	-48	(7,892)	22,948	(30,840)	-134
<b>Total comprehensive income/(loss) attributable to:</b>									
Owners of the parent		9,089	(7,139)	16,228	227	(21,525)	372	(21,897)	-5886
Non-controlling interest		10,081	7,196	2,885	40	(16,526)	22,150	(38,676)	-175
		19,170	57	19,113	33532	(38,051)	22,522	(60,573)	-269
<b>Earnings/(Loss) per share attributable to owners of the parent:</b>									
Basic (Sen)	26(a)	2.27	5.74			(12.89)	19.76		
Diluted (Sen)	26(b)	2.27	5.74			(12.89)	19.76		

\* Prior year figures were restated upon adoption of MFRS.

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 2019**

	(Unaudited) As at 31.3.2019 RM'000	Restated* As at 30.6.2018 RM'000	Restated* As at 01.7.2017 RM'000
<b>ASSETS</b>			
<b>Non-current assets</b>			
Property, plant and equipment	301,967	300,899	300,025
Bearer plants	38,390	34,282	28,213
Investment properties	65,940	65,010	68,594
Investment in associates	94,910	102,915	105,606
Investments	452,215	488,206	452,955
Deferred tax asset	298	298	260
	<u>953,720</u>	<u>991,610</u>	<u>955,653</u>
<b>Current assets</b>			
Inventories	268	27	47
Biological assets	221	285	314
Trade and other receivables	1,591	2,009	1,375
Prepayments	973	706	663
Tax recoverable	542	130	652
Cash and bank balances	258,685	265,423	270,455
	<u>262,280</u>	<u>268,580</u>	<u>273,506</u>
<b>TOTAL ASSETS</b>	<u>1,216,000</u>	<u>1,260,190</u>	<u>1,229,159</u>
<b>EQUITY AND LIABILITIES</b>			
<b>Equity attributable to owners of the Parent</b>			
Share capital	68,388	63,172	63,172
Reserves	608,880	622,256	610,810
	<u>677,268</u>	<u>685,428</u>	<u>673,982</u>
Non-controlling interests	518,071	553,166	535,312
<b>Total equity</b>	<u>1,195,339</u>	<u>1,238,594</u>	<u>1,209,294</u>
<b>Non-current liabilities</b>			
Deferred tax liabilities	15,705	15,701	15,725
Other payables	683	611	523
Provision for retirement benefits	63	55	51
	<u>16,451</u>	<u>16,367</u>	<u>16,299</u>
<b>Current liabilities</b>			
Trade and other payables	4,064	5,007	3,391
Tax payable	146	222	175
	<u>4,210</u>	<u>5,229</u>	<u>3,566</u>
<b>Total liabilities</b>	<u>20,661</u>	<u>21,596</u>	<u>19,865</u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<u>1,216,000</u>	<u>1,260,190</u>	<u>1,229,159</u>

\* Prior year figures were restated upon adoption of MFRS.

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 2019**

(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	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	
<b>Opening balance at 1 July 2018 (as previously stated)</b>	1,231,013	687,540	63,172	5,216	215,917	168,770	61,414	(25,813)	4,862	5,662	17,412	170,928	543,473
Prior year adjustments	7,581	(2,112)	-	-	(127)	(3,402)	1,936	-	-	-	-	(519)	9,693
<b>Opening balance at 1 July 2018 (as restated)</b>	<b>1,238,594</b>	<b>685,428</b>	<b>63,172</b>	<b>5,216</b>	<b>215,790</b>	<b>165,368</b>	<b>63,350</b>	<b>(25,813)</b>	<b>4,862</b>	<b>5,662</b>	<b>17,412</b>	<b>170,409</b>	<b>553,166</b>
Total comprehensive (loss)/income for the period	(38,051)	(21,525)	-	-	-	(17,237)	3,852	-	-	-	-	(8,140)	(16,526)
Transition to no-par regime (Note a)	-	-	5,216	(5,216)	-	-	-	-	-	-	-	-	-
Dividend in-specie distributed	15	13,949	-	-	-	-	-	25,091	-	-	-	(11,142)	(13,934)
Cash dividend paid	(5,219)	(584)	-	-	-	-	-	-	-	-	-	(584)	(4,635)
<b>As at 31 March 2019</b>	<b>1,195,339</b>	<b>677,268</b>	<b>68,388</b>	<b>-</b>	<b>215,790</b>	<b>148,131</b>	<b>67,202</b>	<b>(722)</b>	<b>4,862</b>	<b>5,662</b>	<b>17,412</b>	<b>150,543</b>	<b>518,071</b>
<b>Opening balance at 1 July 2017 (as previously stated)</b>	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
Prior year adjustments	7,630	(2,021)	-	-	(1,156)	(1,236)	1,936	-	-	-	-	(1,565)	9,651
<b>Opening balance at 1 July 2017 (as restated)</b>	<b>1,209,295</b>	<b>673,983</b>	<b>63,172</b>	<b>5,216</b>	<b>215,791</b>	<b>146,517</b>	<b>77,536</b>	<b>(25,649)</b>	<b>4,862</b>	<b>5,662</b>	<b>17,412</b>	<b>163,464</b>	<b>535,312</b>
Total comprehensive income/(loss) for the period (as restated)	22,522	372	-	-	-	15,205	(27,151)	(163)	-	-	-	12,481	22,150
Dividend paid	(1,825)	(584)	-	-	-	-	-	-	-	-	-	(584)	(1,241)
<b>As at 31 March 2018 (as restated)</b>	<b>1,229,992</b>	<b>673,771</b>	<b>63,172</b>	<b>5,216</b>	<b>215,791</b>	<b>161,722</b>	<b>50,385</b>	<b>(25,812)</b>	<b>4,862</b>	<b>5,662</b>	<b>17,412</b>	<b>175,361</b>	<b>556,221</b>

**Note a**

The Companies Act 2016 (the "Act"), which came into operation on 31 January 2017, abolished the concept of authorised share capital and par value of share capital. The Company may within 24 months from the commencement of the Act, use the amount standing to the credit of its share premium account of RM5,216,000 for purposes as set out in Section 618(3). On 31 January 2019, the amounts standing to the credit of the share premium account becomes part of the Company's share capital pursuant to the transitional provision set out in Section 618(2) of the Act. There is no impact on the numbers of ordinary shares in issue or the relative entitlement of any of the members as a result of this transition.

\*The opening balances were restated upon adoption of MFRS.

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 2019**  
(The figures have not been audited)

	<b>9 months ended</b>	
	<b>31.03.19</b>	<b>31.03.18</b>
	<b>RM'000</b>	<b>RM'000</b>
		<b>Restated*</b>
<b>OPERATING ACTIVITIES</b>		
(Loss)/Profit before taxation	(7,751)	23,558
Adjustments for:		
Depreciation	1,174	604
Provision for retirement benefit	8	9
Dividend income	(1,892)	(2,175)
Interest income	(2,211)	(1,660)
Share of loss/(profit) of associates	6,738	(7,027)
Fair value loss/(gain) on biological assets	64	(53)
Fair value loss/(gain) on fair value through profit or loss investments	806	(6,107)
Unrealised foreign exchange gain	(1,420)	(4,699)
Operating cash flows before working capital changes	(4,484)	2,450
Receivables	362	98
Prepayments	(267)	111
Inventories	(241)	(20)
Payables	(887)	109
Cash flows (used in)/from operations	(5,517)	2,748
Retirement benefit paid	-	(5)
Taxes refunded	36	379
Taxes paid	(670)	(733)
Net cash flows (used in)/from operating activities	(6,151)	2,389
<b>INVESTING ACTIVITIES</b>		
Dividends received	4,526	3,430
Interest received	2,288	1,363
Withdrawal from/(Addition to) fixed deposits	14,782	(64,856)
Purchase of property, plant and equipment	(1,381)	(619)
Addition to bearer plants	(4,969)	(4,974)
Cash flows from/(used in) investing activities	15,246	(65,656)
<b>FINANCING ACTIVITIES</b>		
Dividends paid to owners of the Company	(584)	(584)
Dividends paid to non-controlling interest	(4,635)	(1,241)
Net cash used in financing activities	(5,219)	(1,825)
<b>NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS</b>	3,876	(65,092)
<b>EFFECTS OF EXCHANGE RATE CHANGES</b>	4,168	(13,554)
<b>CASH AND CASH EQUIVALENTS AT BEGINNING OF FINANCIAL PERIOD</b>	120,526	257,438
<b>CASH AND CASH EQUIVALENTS AT END OF FINANCIAL PERIOD (Note 27)</b>	128,570	178,792

\* Prior year figures were restated upon adoption of MFRS.

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 MFRS 134**

**1. Basis of Preparation**

The interim financial statements of the Group for the financial period ended 31 March 2019 are prepared in accordance with Malaysian Financial Reporting Standards ("MFRS"), including MFRS 1: First-time Adoption of Malaysian Financial Reporting Standards, MFRS 141: Agriculture, MFRS 15: Revenue from Contracts with Customers and MFRS 9: Financial Instruments.

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, investments and biological assets that have been measured at their fair values.

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

**2. Significant accounting policies**

**Changes in accounting policies**

The Group has consistently applied the same accounting policies in its opening MFRS statement of financial position as at 1 July 2017 and throughout all comparable interim periods presented, as if these policies had always been in effect. Comparative information in these financial statements have been restated to give effect to these changes and the financial impact on transition from Financial Reporting Standards in Malaysia to MFRS are disclosed as follows:-

**i) Bearer plants**

Prior to the adoption of MFRS 141 Agriculture, new planting expenditure incurred were capitalized and were not depreciated while replanting expenditure were recognised in profit or loss in the year the expenditures are incurred. Under MFRS 116, new planting expenditure and replanting expenditures are capitalized as bearer plants. On maturity, these expenditures are amortised over the useful life of the bearer plants.

**ii) Biological assets**

Prior to the adoption of MFRS 141 Agriculture, agricultural produce growing on the bearer plants ("biological assets") were not recognised. With the adoption of the MFRS 141, biological assets within the scope of MFRS 141 are measured at fair value less costs to sell. The changes in fair value less costs to sell of the biological assets are recognised in profit or loss.

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

**Part A - Explanatory Notes Pursuant to MFRS 134**

**2. Significant accounting policies (cont'd)**

**Changes in accounting policies (cont'd)**

**iii) Financial instruments**

Under MFRS 139, the Group's equity and debt instruments were classified as AFS financial assets. With the adoption of MFRS 9, investments debt instruments are measured at FVTPL and investment in equity instruments which are classified as FVOCI are not subject to an impairment assessment. The fair value changes for investments in debt instruments are transferred out from other comprehensive income or fair value reserve to profit or loss or retained earnings. The impairment losses made earlier on the equity instruments are transferred out from profit or loss or retained earnings to other comprehensive income or fair value reserve.

**Condensed Consolidated Statement of Financial Position**

	<b>Previously Stated RM'000</b>	<b>Increase/ (Decrease) RM'000</b>	<b>Restated RM'000</b>
<b>As at 1 July 2017</b>			
Bearer plants	20,899	7,314	28,213
Biological assets	-	314	314
Reserves	612,832	(2,022)	610,810
Non-controlling interests	525,661	9,651	535,312
<b>As at 30 June 2018</b>			
Bearer plants	26,986	7,296	34,282
Biological assets	-	285	285
Reserves	624,368	(2,112)	622,256
Non-controlling interests	543,473	9,693	553,166

**Condensed Consolidated Statement of Comprehensive Income**

	<b>Previously Stated RM'000</b>	<b>(Decrease)/ Increase RM'000</b>	<b>Restated RM'000</b>
<b>For 3 months ended 31 March 2018</b>			
Depreciation	(136)	(86)	(222)
Subcontract labour costs, fertilizer and chemical costs	(1,090)	93	(997)
Fair value loss on biological assets	-	(47)	(47)
Fair value gain on investments	-	316	316
Share of profit of associates	2,784	967	3,751
Profit before tax	4,589	1,243	5,832
Profit after tax	4,456	1,243	5,699
Other comprehensive loss	(4,359)	(1,283)	(5,642)

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

**Part A - Explanatory Notes Pursuant to MFRS 134**

**2. Significant accounting policies (cont'd)**

**Changes in accounting policies (cont'd)**

**Condensed Consolidated Statement of Comprehensive Income (cont'd)**

	<b>Previously Stated RM'000</b>	<b>(Decrease)/ Increase RM'000</b>	<b>Restated RM'000</b>
<b>For 9 months ended 31 March 2018</b>			
Depreciation	(347)	(257)	(604)
Subcontract labour costs, fertilizer and chemical costs	(3,875)	241	(3,634)
Fair value gain on biological assets	-	53	53
Fair value gain on investment	-	6,107	6,107
Share of profit of associates	3,573	3,454	7,027
Profit before tax	13,960	9,598	23,558
Profit after tax	13,350	9,598	22,948
Other comprehensive income/(loss)	9,135	(9,561)	(426)

**Standards and interpretations issued but not yet effective**

Amendments to MFRS 3: Definition of Business

Amendments to MFRS 9: Prepayment Features with Negative Compensation

Amendments to MFRS 10 and MFRS 128: Sale or Contribution of Assets between an Investor and its Associate or Joint Venture

MFRS 16 Leases

MFRS 17 Insurance Contracts

Amendments to MFRS 101 and MFRS 128: Definition of Material

Amendments to MFRS 119: Plan Amendment, Curtailment or Settlement

Amendments to MFRS 128: Long-term Interests in Associates and Joint Ventures

IC 23 Uncertainty over Income Tax Treatments

Annual Improvements to MFRS Standards 2015–2017 Cycle: Amendments to MFRS 3, MFRS 11, MFRS 112 and MFRS 123

**3. Auditors' Report on Preceding Annual Financial Statements**

The auditors' report on the financial statements for the year ended 30 June 2018 was not qualified.

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

**Part A - Explanatory Notes Pursuant to MFRS 134**

**4. Segmental Information**

	<b>9 months ended</b>	
	<b>31.03.19</b>	<b>31.03.18</b>
	<b>RM'000</b>	<b>RM'000</b>
		<b>(Restated)</b>
<b>Segment Revenue</b>		
Plantation	6,689	11,742
Investment	5,310	5,070
	<u>11,999</u>	<u>16,812</u>
<b>Segment results</b>		
Plantation	344	6,724
Investment	5,802	15,258
	<u>6,146</u>	<u>21,982</u>
Unallocated corporate expenses	<u>(7,159)</u>	<u>(5,451)</u>
(Loss)/profit from operations	<u>(1,013)</u>	<u>16,531</u>
<b>Segment assets</b>		
Plantation	374,338	367,710
Investment	840,798	874,041
	<u>1,215,136</u>	<u>1,241,751</u>
Unallocated corporate asset	<u>864</u>	<u>233</u>
Total assets	<u>1,216,000</u>	<u>1,241,984</u>

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

During the financial period ended 31 March 2019, the Group reported the following unusual items:-

- 1) Prior year figures were restated due to adoption of MFRS.
- 2) The subsidiary of the Company, Sungei Bagan Rubber Company (Malaya) Berhad distributed dividend in-specie of up to 3,838,090 ordinary shares of Kluang Rubber Company (Malaya) Berhad ("**Kluang Rubber**") to its shareholders. The other subsidiary of the Company, Kuchai Development Berhad distributed dividend in-specie of up to 1,976,957 ordinary shares of Kluang Rubber to its shareholders. As a result of the dividend in-specie by its subsidiaries, the Company received and distributed dividend in-specie of up to 2,070,649 Kluang Rubber shares to its shareholders.

Other than the above, there were no unusual items affecting assets, liabilities, equity, net income, or cash flows during the financial period ended 31 March 2019.

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

**Part A - Explanatory Notes Pursuant to MFRS 134**

**6. Changes in Estimates**

There were no changes in estimates that have had a material effect on 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. Cash Dividend Paid**

In respect of the financial year ended 30 June 2018, as reported in the directors' report of that year, the following cash dividend was paid during the financial period ended 31 March 2019:

	<b>Amount</b>	<b>Net dividend</b>
	<b>RM</b>	<b>per share</b>
		<b>Sen</b>
First and final tax exempt (single-tier) dividend	<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 for the financial period ended 31 March 2019.

**10. Changes in Composition of the Group**

There were no changes in the composition of the Group for the financial period ended 31 March 2019.

**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 2019.

**12. Changes in Contingent Liabilities and Contingent Assets**

There were no contingent liabilities or contingent assets as at 31 March 2019.

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

**13. Related Party Transactions**

Transactions with related parties are as follows:

	Individual Quarter		Period-To-Date	
	3 months ended		9 months ended	
	31.03.19	31.03.18	31.03.19	31.03.18
	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 Justin has an interest (recurrent)	236	232	706	716
Estate agency fee payable to Kluang Estates (1977) Sdn Bhd, a company in which a director, Lee Chung-Shih Justin, has an interest (recurrent)	52	67	166	245
Administration and accounting support services payable to The Nyalas Rubber Estates Limited, a company in which a director, Lee Chung-Shih Justin, has an interest (recurrent)	585	622	1,651	1,703
Administration and support services payable to Estate & Trust Agencies (1927) Limited, a company in which a director, Lee Chung-Shih Justin, has an interest (recurrent)	355	85	530	270
Land lease rental payable to Kuala Pergau Rubber Plantations Plc, a company in which a director, Lee Chung-Shih Justin, 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 MFRS 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.

	<b>Level 1</b>	<b>Level 2</b>	<b>Level 3</b>	<b>Total</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
<b>31.03.19</b>				
Investments in financial instruments	389,944	41,000	-	430,944
Investment in precious metal	21,271	-	-	21,271
Freehold land	-	-	297,930	297,930
Investment properties	-	-	65,940	65,940
Biological assets	-	-	221	221
	<u>411,215</u>	<u>41,000</u>	<u>364,091</u>	<u>816,306</u>
<b>30.06.18</b>				
Investments in financial instruments	426,593	41,311	-	467,904
Investment in precious metal	20,302	-	-	20,302
Freehold land	-	-	297,930	297,930
Investment properties	-	-	65,010	65,010
Biological assets	-	-	285	285
	<u>446,895</u>	<u>41,311</u>	<u>363,225</u>	<u>851,431</u>

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

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**16. Performance Review**

The group's revenue of RM3.34 million and RM12.00 million for the current quarter and period-to-date respectively were lower than the revenue reported for last year's corresponding quarter of RM3.96 million and period-to-date of RM16.81 million. The decreases in revenue for the current quarter and period-to-date were mainly due to the substantial declines in tonnage harvested and falls in the average price of fresh fruit bunches ("FFB"). However, interest income was higher for the current quarter and period-to-date.

For the current quarter, the Group reported an after-tax profit of RM2.95 million which was lower than last year's corresponding quarter's after-tax profit of RM5.70 million. This was mainly due to:-

- 1) Revenue achieved for the current quarter was lower than a year ago.
- 2) Fair value loss on its investments of RM806,000 was reported for the current quarter while it was a gain of RM316,000 a year ago.
- 3) The foreign exchange gain of RM609,000 for the current quarter was lower than last year's corresponding quarter's gain of RM1.54 million.
- 4) Depreciation was higher due to the amortisation of the Bearer Plants from the Kuala Pergau plantation.

However, the share of profit of associates for the current quarter of RM5.07 million was higher than last year's corresponding quarter's profit of RM3.75 million.

The Group reported an after tax-loss of RM7.89 million for the 9 months ended 31 March 2019 as compared to last year's corresponding period's after tax-profit of RM22.95 million. This was mainly due to:-

- 1) Revenue achieved for the current period-to-date was lower than a year ago.
- 2) Share of the financial results of the associates for the current period-to-date was a loss of RM6.74 million while it was a profit of RM7.03 million a year ago.
- 3) The foreign exchange gain of RM1.40 million was significantly lower than last year's RM4.67 million.
- 4) Fair value loss on its investments of RM806,000 was reported for the current period-to-date while it was a gain of RM6.11 million a year ago.
- 5) Amortisation of Bearer Plants from the Kuala Pergau plantation began in the month of February 2019 amounting to RM570,000 for the period to date.

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

	<b>Current Quarter 31.03.19 RM'000</b>	<b>Preceding Quarter 31.03.18 RM'000</b>	<b>Change (Unfavourable)/Favourable</b>	
			<b>RM'000</b>	<b>%</b>
Revenue	3,339	3,739	(400)	-11
Operating (loss)/profit	(2,109)	4	(2,113)	-52825
Share of profit/(loss) of associates	5,071	(8,327)	13,398	161
Profit/(Loss) before tax	2,962	(8,323)	11,285	136
Profit/(Loss) after tax	2,945	(8,392)	11,337	135
<b>Profit/(Loss) attributable to:</b>				
Owners of the parent	1,437	(8,125)	9,562	118
Non-controlling interest	1,508	(267)	1,775	665
	<u>2,945</u>	<u>(8,392)</u>		

For the quarter under review, the Group's revenue of RM3.34 million was slightly lower than the immediate preceding quarter's RM3.74 million. This was mainly due to the receipt of dividend income of RM463,000 during the immediate preceding quarter while there was none for the current quarter.

The Group reported a pre-tax profit of RM2.96 million for the current quarter. This was a positive turnaround from the immediate preceding quarter's loss of RM8.32 million, mainly due to:-

- 1) Share of the financial results of the associates for the current quarter was a profit of RM5.07 million while it was a loss of RM8.33 million during the immediate preceding quarter.
- 2) The foreign exchange gain of RM609,000 was higher than the immediate preceding quarter's RM357,000.
- 3) However, the current quarter reported higher other expenses mainly on account of higher professional fees, properties upkeep and listing expenses. Fair value loss of RM806,000 on investment was incurred while there was none during the immediate preceding quarter.

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**18. Commentary on Prospects**

For the financial year ending 30 June 2019, the Group expects total FFB production for the current financial year to be lower than the financial year ended 30 June 2018. Due to adverse weather conditions and labour requirements, FFB production for the period to date (July 2018 – March 2019) fell below our expectations. Furthermore, the FFB prices for current financial year are expected to be lower than last year.

Overall, with the lower expected FFB production relative to the previous year, the Group expects performance from the plantation segment for financial year ending 30 June 2019 to be challenging.

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.

**20. Profit/(Loss) before tax**

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

	<b>Individual Quarter</b>		<b>Period-To-Date</b>	
	<b>31.03.19</b>	<b>31.03.18</b>	<b>31.03.19</b>	<b>31.03.18</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
		<b>(Restated)</b>		<b>(Restated)</b>
Interest income	(774)	(593)	(2,211)	(1,660)
Other income including investment income	(403)	(155)	(3,101)	(3,434)
Fair value loss/(gain) on investment	806	(316)	806	(6,107)
Fair value loss/(gain) on biological asset	31	47	64	(53)
Depreciation	784	136	1,174	347
Foreign exchange gain	(609)	(1,539)	(1,396)	(4,672)

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**21. Income Tax Expense**

	Individual Quarter 3 months ended		Period-To-Date 9 months ended	
	31.03.19 RM'000	31.03.18 RM'000	31.03.19 RM'000	31.03.18 RM'000
Current tax:				
Malaysian income tax	(35)	89	35	474
Foreign tax	75	52	164	144
	<u>40</u>	<u>141</u>	<u>199</u>	<u>618</u>
Over provision of income tax in prior years				
prior years				
Malaysian income tax	(7)	(8)	(7)	(8)
Foreign tax	(16)	-	(51)	-
	<u>(23)</u>	<u>(8)</u>	<u>(58)</u>	<u>(8)</u>
Total income tax expense	<u>17</u>	<u>133</u>	<u>141</u>	<u>610</u>

The income tax expense for the current period-to-date was due to the non-deductible expenses and losses even though the Group was in a loss position.

As for the current quarter, last year's corresponding quarter and period-to-date, the effective tax rates were lower as certain income were not subject to income tax.

**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 2019.

**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.

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**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 3 months ended		Period-To-Date 9 months ended	
	31.03.19	31.03.18 (Restated)	31.03.19	31.03.18 (Restated)
Earnings/(Loss) attributable to owners of the parent (RM'000)	1,437	3,623	(8,140)	12,481
Weighted average number of ordinary shares in issue ('000)	63,172	63,172	63,172	63,172
Basic earnings/(loss) per share (Sen)	2.27	5.74	(12.89)	19.76

**(b) Diluted**

Diluted earnings/(loss) per share is the same as basic earnings/(loss) per share as there are no dilutive potential ordinary shares outstanding as at 31 March 2019.

**27. Cash and cash equivalents**

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

	31.03.19	31.03.18
	RM'000	RM'000
Cash and bank balances	258,685	256,664
Less: Short-term deposits with a licensed bank with maturities more than 90 days	(130,115)	(77,872)
Cash and cash equivalents	<u>128,570</u>	<u>178,792</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 28 May 2019.