

KLUANG RUBBER COMPANY (MALAYA) BERHAD (195901000092 (3441-K))
(Incorporated in Malaysia)

Consolidated Statement Of Comprehensive Income
For the Financial Period Ended 31 December 2020
(The figures have not been audited)

	Note	Individual Quarter 3 months ended		Change (Unfavourable)/ Favourable		Period-to-Date 6 months ended		Change (Unfavourable)/ Favourable	
		31.12.20 RM'000	31.12.19 RM'000	RM'000	%	31.12.20 RM'000	31.12.19 RM'000	RM'000	%
Revenue	4	6,273	4,594	1,679	37	13,542	9,551	3,991	42
Other income		1	2	(1)	-50	19	7	12	171
Changes in inventories		(202)	(372)	170	46	183	65	118	182
Staff costs		(1,107)	(871)	(236)	-27	(1,969)	(1,797)	(172)	-10
Depreciation		(667)	(626)	(41)	-7	(1,320)	(1,247)	(73)	-6
Subcontract labour costs, fertilizer and chemical costs		(2,792)	(2,070)	(722)	-35	(8,024)	(5,245)	(2,779)	-53
Foreign exchange gain		4,793	3,603	1,190	33	7,006	583	6,423	1102
Other expenses		(1,820)	(1,489)	(331)	-22	(4,025)	(3,710)	(315)	-8
Finance lease expense		(37)	(38)	1	3	(73)	(76)	3	4
Fair value (loss)/gain on biological assets		(195)	10	(205)	-2050	30	43	(13)	-30
Gain on sale of investment		-	-	-	N.M	3,697	-	3,697	N.M
Fair value gain on investments		3,663	4,161	(498)	-12	9,478	4,113	5,365	130
Profit from operations	4	7,910	6,904	1,006	15	18,544	2,287	16,257	711
Share of profit of associates		11,833	4,164	7,669	184	17,680	2,355	15,325	651
Profit before tax	20	19,743	11,068	8,675	78	36,224	4,642	31,582	680
Income tax expense	21	(61)	(40)	(21)	-53	(126)	(85)	(41)	-48
Profit after tax		19,682	11,028	8,654	78	36,098	4,557	31,541	692
Other comprehensive income/(loss)									
Investments:									
- Fair value gain/(loss)		27,846	(12,701)	40,547	319	4,628	(56,008)	60,636	108
- Reclassification to profit or loss		-	-	-	-	(3,697)	-	(3,697)	N.M
Foreign currency translation									
- Translation difference		(11,837)	(6,658)	(5,179)	-78	(25,380)	(5,710)	(19,670)	-344
Other comprehensive income/(loss) for the period, net of tax		16,009	(19,359)	35,368	183	(24,449)	(61,718)	37,269	60
Total comprehensive income/(loss) for the period		35,691	(8,331)	44,022	528	11,649	(57,161)	68,810	120
Profit attributable to:									
Owners of the parent		10,656	6,071	4,585	76	20,152	2,460	17,692	719
Non-controlling interest		9,026	4,957	4,069	82	15,946	2,097	13,849	660
		19,682	11,028	8,654	78	36,098	4,557	31,541	692
Total comprehensive income/(loss) attributable to:									
Owners of the parent		16,806	(3,131)	19,937	637	6,656	(25,342)	31,998	126
Non-controlling interest		18,885	(5,200)	24,085	463	4,993	(31,819)	36,812	116
		35,691	(8,331)	44,022	528	11,649	(57,161)	68,810	120
Earnings per share attributable to owners of the parent:									
Basic (Sen)	26(a)	16.98	9.61			32.08	3.89		
Diluted (Sen)	26(b)	16.98	9.61			32.08	3.89		

N.M - Not Meaningful

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 (195901000092 (3441-K))

(Incorporated in Malaysia)

Consolidated Statement of Financial Position**As at 31 December 2020**

	(Unaudited) As at 31.12.2020 RM'000	(Audited) As at 30.06.2020 RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	305,337	304,412
Right-of-use asset	2,985	3,066
Bearer plants	38,263	38,531
Investment properties	58,997	61,299
Investment in associates	108,637	98,969
Investments	416,543	411,505
	<u>930,762</u>	<u>917,782</u>
Current assets		
Inventories	212	29
Biological assets	391	361
Trade and other receivables	1,970	2,603
Prepayments	148	514
Tax recoverable	347	626
Cash and bank balances	226,413	228,063
	<u>229,481</u>	<u>232,196</u>
TOTAL ASSETS	<u>1,160,243</u>	<u>1,149,978</u>
EQUITY AND LIABILITIES		
Equity attributable to owners of the Parent		
Share capital	68,388	68,388
Reserves	577,261	571,233
Treasury shares	(1,368)	(701)
	<u>644,281</u>	<u>638,920</u>
Non-controlling interests	476,813	473,056
Total equity	<u>1,121,094</u>	<u>1,111,976</u>
Non-current liabilities		
Other payables	459	798
Lease liabilities	2,909	2,839
Provision for retirement benefits	96	86
Deferred tax liabilities	28,819	28,824
	<u>32,283</u>	<u>32,547</u>
Current liabilities		
Trade and other payables	6,543	5,161
Lease liabilities	107	105
Tax payable	216	189
	<u>6,866</u>	<u>5,455</u>
Total liabilities	<u>39,149</u>	<u>38,002</u>
TOTAL EQUITY AND LIABILITIES	<u>1,160,243</u>	<u>1,149,978</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 (195901000092 (3441-K))
(Incorporated in Malaysia)

Consolidated Statement of Changes in Equity
For the Financial Period Ended 31 December 2020

(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	Capital Reserve RM'000	Fair Value Reserve RM'000	Foreign Exchange Fluctuation Reserves RM'000	Treasury Shares RM'000	Retained Earnings RM'000	Non- Controlling Interests RM'000
Balance at 1 July 2020	1,111,976	638,920	68,388	199,621	107,692	68,293	(701)	195,627	473,056
Total comprehensive income/(loss) for the period	11,649	6,656	-	-	(297)	(13,199)	-	20,152	4,993
Buy-back of shares	(667)	(667)	-	-	-	-	(667)	-	-
Transfer of reserve upon disposal of investments	-	-	-	-	(915)	(79)	-	994	-
Dividend	(1,864)	(628)	-	-	-	-	-	(628)	(1,236)
Balance at 31 December 2020	1,121,094	644,281	68,388	199,621	106,480	55,015	(1,368)	216,145	476,813
Balance at 1 July 2019	1,192,913	676,466	68,388	198,114	146,772	61,606	-	201,586	516,447
Total comprehensive (loss)/income for the period	(57,161)	(25,342)	-	84	(25,023)	(2,863)	-	2,460	(31,819)
Dividend	(5,175)	(3,790)	-	-	-	-	-	(3,790)	(1,385)
Balance at 31 December 2019	1,130,577	647,334	68,388	198,198	121,749	58,743	-	200,256	483,243

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 (195901000092 (3441-K))
(Incorporated in Malaysia)

Consolidated Statement of Cash Flows
For the Financial Period Ended 31 December 2020
(The figures have not been audited)

	6 months ended	
	31.12.20	31.12.19
	RM'000	RM'000
OPERATING ACTIVITIES		
Profit before taxation	36,224	4,642
Adjustments for:		
Depreciation	1,320	1,247
Provision for retirement benefit	10	7
Dividend income	(1,503)	(1,874)
Interest income	(730)	(1,876)
Finance lease interest	73	76
Share of profit of associates	(17,680)	(2,355)
Gain on sale of investment	(3,697)	-
Fair value gain on biological assets	(30)	(43)
Fair value gain on other investments	(9,478)	(4,113)
Unrealised foreign exchange gain	(7,010)	(586)
	<hr/>	<hr/>
Operating cash flows before working capital changes	(2,501)	(4,875)
Receivables	19	(261)
Prepayments	366	387
Inventories	(183)	(65)
Payables	(812)	(722)
	<hr/>	<hr/>
Cash flows used in operations	(3,111)	(5,536)
Taxes refunded	363	168
Taxes paid	(178)	(306)
	<hr/>	<hr/>
Net cash flows used in operating activities	(2,926)	(5,674)
INVESTING ACTIVITIES		
Dividends received	2,997	1,874
Interest received	1,467	1,986
Uplift of fixed deposits	55,563	15,320
Proceeds from sale of investments	11,572	-
Purchase of investments	(9,524)	(29,981)
Purchase of property, plant and equipment	(1,222)	(325)
Addition to bearer plants	(674)	(546)
	<hr/>	<hr/>
Cash flows generated from/(used in) investing activities	60,179	(11,672)
FINANCING ACTIVITY		
Buy-back of shares	(667)	-
	<hr/>	<hr/>
Net cash used in financing activity	(667)	-
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS	56,586	(17,346)
EFFECTS OF EXCHANGE RATE CHANGES	(2,673)	(1,400)
CASH AND CASH EQUIVALENTS AT BEGINNING OF FINANCIAL PERIOD	109,548	135,924
	<hr/>	<hr/>
CASH AND CASH EQUIVALENTS AT END OF FINANCIAL PERIOD (Note 27)	<u>163,461</u>	<u>117,178</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 (195901000092 (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 December 2020 are prepared in accordance with Malaysian Financial Reporting Standards ("MFRS").

The interim financial statements have been prepared on a historical cost basis, investment properties, certain 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

During the financial period, the Group has considered the new accounting policies in the preparation of the financial statements, as follows:

Amendments to MFRS 3: Definition of a Business

Amendments to MFRS 101 and 108: Definition of Material

Amendments to references to the Conceptual Framework in
MFRS Standards

Amendments to MFRS 9, MFRS 139 and MFRS 7: Interest Rate
Benchmark Reform

Amendment to MFRS 16: Covid-19-Related Rent Concessions

The adoption of the above amendments to MFRS did not have any significant impact on the financial statements.

3. Auditors' Report on Preceding Annual Financial Statements

The auditors' report on the financial statements for the year ended 30 June 2020 was not qualified.

KLUANG RUBBER COMPANY (MALAYA) BERHAD (195901000092 (3441-K))
(Incorporated in Malaysia)

Part A - Explanatory Notes Pursuant to MFRS 134

4. Segmental Information

	6 months ended	
	31.12.20	31.12.19
	RM'000	RM'000
Segment Revenue		
Plantation	10,643	4,998
Investment	2,899	4,553
	<u>13,542</u>	<u>9,551</u>
Segment results		
Plantation	667	(2,173)
Investment	22,091	7,871
	<u>22,758</u>	<u>5,698</u>
Unallocated corporate expenses	(4,214)	(3,411)
Profit from operations	<u>18,544</u>	<u>2,287</u>
Segment assets		
Plantation	375,881	376,689
Investment	784,001	797,621
	<u>1,159,882</u>	<u>1,174,310</u>
Unallocated corporate asset	361	700
Total assets	<u>1,160,243</u>	<u>1,175,010</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 period ended 31 December 2020.

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.

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Part A - Explanatory Notes Pursuant to MFRS 134

8. Cash Dividend Paid

No dividend was paid during the current quarter.

9. Debt and Equity Securities

Purchase of shares Pursuant to Section 127 of the Companies Act 2016

During the six months ended 31 December 2020, the Company acquired 202,300 of its own ordinary shares from the open market for a cash consideration of RM666,835. The share buy-back was made pursuant to the approval obtained from the Company's shareholders at the Company's Annual General Meeting held on 28 November 2019. The repurchased shares are held as treasury shares in accordance with the requirement of Section 127 (4) of the Companies Act 2016.

Other than the above, there were no issuance, repurchase of debts and equity securities for the financial period ended 31 December 2020.

10. Changes in Composition of the Group

There were no changes in the composition of the Group for the financial period ended 31 December 2020.

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 2020.

12. Changes in Contingent Liabilities and Contingent Assets

There were no contingent liabilities or contingent assets as at 31 December 2020.

KLUANG RUBBER COMPANY (MALAYA) BERHAD (195901000092 (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		6 months ended	
	31.12.20	31.12.19	31.12.20	31.12.19
	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)	238	239	397	475
Rental expense payable to Kluang Estates (1977) Sdn Bhd, a company in which a director, Lee Chung-Shih Justin has an interest (recurrent)	45	60	90	60
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)	518	501	1,105	1,087
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)	138	67	232	154
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)	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 (195901000092 (3441-K))
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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.

	Level 1	Level 2	Level 3	Total
	RM'000	RM'000	RM'000	RM'000
31.12.20				
Investments in financial instruments	294,918	55,122	-	350,040
Investment in precious metal	30,559	-	-	30,559
Investment properties	-	-	58,997	58,997
Biological assets	-	-	391	391
	<u>325,477</u>	<u>55,122</u>	<u>59,388</u>	<u>439,987</u>
30.06.20				
Investments in financial instruments	295,757	48,813	-	344,570
Investment in precious metal	30,465	-	-	30,465
Investment properties	-	-	61,299	61,299
Biological assets	-	-	361	361
	<u>326,222</u>	<u>48,813</u>	<u>61,660</u>	<u>436,695</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 was no change in the purpose of any financial asset that subsequently resulted in a different classification of that asset.

KLUANG RUBBER COMPANY (MALAYA) BERHAD (195901000092 (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's revenue of RM6.27 million and RM13.54 million for the current quarter and period-to-date respectively were higher than last year's corresponding quarter of RM4.59 million and period-to-date of RM9.55 million despite lower interest, rental and dividend income. The increase in revenue was mainly due to higher crop sales on account of increase in average price of fresh fruit bunches ("FFB") and higher tonnage harvested.

For the current quarter, the Group reported an after-tax profit of RM19.68 million which was higher than last year's corresponding quarter's after-tax profit of RM11.03 million. This was mainly due to:-

- 1) Revenue achieved for the current quarter was higher than a year ago.
- 2) The foreign exchange gain of RM4.79 million for the current quarter was higher than last year's corresponding quarter's gain of RM3.60 million.
- 3) Share of profit of associates for the current quarter of RM11.83 million was significantly higher than last year's corresponding quarter's profit of RM4.16 million.

However, subcontract costs of RM2.79 million for the current quarter was higher than last year's corresponding quarter's costs of RM2.07 million due to higher harvesting costs in line with the higher tonnage harvested and increased usage of fertilizers on newly matured plants. In addition, fair value gain on the Group's investments of RM3.66 million for the current quarter was lower than last year's corresponding quarter's profit of RM4.16 million.

For the current 6 months to-date, the Group reported an after-tax profit of RM36.10 million which was significantly higher than last year's after-tax profit of RM4.56 million. The positive variance of RM31.54 million was due to:-

- 1) Revenue achieved for the current period-to-date was higher than a year ago.
- 2) Foreign exchange gain of RM7.01 million for the current period-to-date was higher than last year's corresponding period-to-date's gain of RM583,000.
- 3) The sale of investment in precious metal resulted in a gain of RM3.70 million while there was none a year ago.
- 4) Fair value gain on the Group's investments of RM9.48 million for the current period-to-date was higher than last year's gain of RM4.11 million.
- 5) Share of profit of the associates of RM17.68 million for the current period-to-date was significantly higher than last year's profit of RM2.36 million.

KLUANG RUBBER COMPANY (MALAYA) BERHAD (195901000092 (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 (Cont'd)

However, subcontract costs of RM8.02 million for the current period-to-date was higher than last year's period-to-date's costs of RM5.25 million. The higher subcontract costs was mainly due to higher harvesting costs in line with the higher tonnage harvested and higher road repair expenses due to major grading, compacting and resurfacing of main roads at Kuala Pergau plantation,

During the current quarter, the Group posted a total other comprehensive gain of RM16.01 million as compared to the loss of RM19.36 million reported during last year's corresponding quarter. This was mainly due to the revaluation of its investments at fair value through other comprehensive income ("FVTOCI") for the current quarter was a gain of RM27.85 million while it was a loss of RM12.70 million reported during last year's corresponding quarter. However, foreign currency translation for the current quarter was a loss of RM11.84 million and this was higher than last year's corresponding quarter's loss of RM6.66 million.

For the current 6-month period, the Group posted a total other comprehensive loss of RM24.45 million which was lower than last year's corresponding period-to-date's loss of RM61.72 million. This was mainly due to fair value on investments at FVTOCI was a gain of RM4.63 million while it was a loss of RM56.01 million a year ago. However, foreign currency translation for the current period-to-date was a loss of RM25.38 million and this was higher than last year's corresponding period-to-date's loss of RM5.71 million. The reclassification of RM3.70 million to profit or loss statement for the current period-to-date was on account of the sale of investment in precious metal while there was none last year.

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

	Current Quarter 31.12.20 RM'000	Preceding Quarter 30.09.20 RM'000	Change (Unfavourable)/Favourable	
			RM'000	%
Revenue	6,273	7,269	(996)	-14
Operating profit	7,910	10,634	(2,724)	-26
Share of profit of associates	11,833	5,847	5,986	102
Profit before tax	19,743	16,481	3,262	20
Profit after tax	19,682	16,416	3,266	20
Profit attributable to:				
Owners of the parent	10,656	9,496	1,160	12
Non-controlling interest	9,026	6,920	2,106	30
	<u>19,682</u>	<u>16,416</u>		

KLUANG RUBBER COMPANY (MALAYA) BERHAD (195901000092 (3441-K))
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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)

For the current quarter under review, the Group's revenue of RM6.27 million was lower than the immediate preceding quarter's RM7.27 million despite higher crop sales. This was mainly due to the receipt of dividend income of RM47,000 for the current quarter was lower than the immediate preceding quarter's RM1.46 million.

The Group reported a pre-tax profit of RM19.74 million for the current quarter which was higher than the immediate preceding quarter's profit of RM16.48 million despite lower revenue. This was mainly due to:-

- 1) The foreign exchange gain of RM4.79 million for the current quarter was higher than the immediate preceding quarter's gain of RM2.21 million.
- 2) Share of associates' profit of RM11.83 million for the current quarter was significantly higher than the immediate preceding quarter's profit of RM5.85 million
- 3) Subcontract costs of RM2.79 million for the current quarter was lower than the immediate preceding quarter's costs of RM5.23 million.

However, fair value gain on the Group's investments of RM3.66 million for the current quarter was lower than the immediate preceding quarter's gain of RM5.82 million. In addition, the sale of investment in precious metal for the immediate preceding quarter was a gain of RM3.70 million while there was none during the current quarter.

18. Commentary on Prospects

For the financial year ending 30 June 2021, the Group expects FFB production to be higher than the financial year ended 30 June 2020.

In recent months, Crude palm oil ("CPO") price increased and is expected to be supported in the near term, as a result of tight palm oil inventories and increased global demand.

The Group's results are also dependent on dividend income receivable from its investments, market valuation of its 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 (195901000092 (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 year is arrived after (crediting)/charging:

	Individual Quarter		Period-To-Date	
	31.12.20	31.12.19	31.12.20	31.12.19
	RM'000	RM'000	RM'000	RM'000
Interest income	(356)	(939)	(730)	(1,876)
Other income including investment income	(384)	(3,616)	(2,188)	(2,684)
Fair value gain on investment	(3,663)	(4,161)	(9,478)	(4,113)
Fair value loss/(gain) on biological asset	195	(10)	(30)	(43)
Depreciation	667	626	1,320	1,247
Foreign exchange gain	(4,793)	(3,603)	(7,006)	(583)

21. Income Tax Expense

	Individual Quarter		Period-To-Date	
	3 months ended	3 months ended	6 months ended	6 months ended
	31.12.20	31.12.19	31.12.20	31.12.19
	RM'000	RM'000	RM'000	RM'000
Current tax:				
Malaysian income tax	16	-	19	3
Foreign tax	45	40	97	90
	<u>61</u>	<u>40</u>	<u>116</u>	<u>93</u>
Over/(Under) provision of income tax in prior years				
Foreign tax	-	-	10	(8)
	<u>-</u>	<u>-</u>	<u>10</u>	<u>(8)</u>
Total income tax expense	<u>61</u>	<u>40</u>	<u>126</u>	<u>85</u>

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

The foreign taxes mainly arose from the rental income of the Group's investment properties in Singapore and London.

22. Corporate Proposals

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

KLUANG RUBBER COMPANY (MALAYA) BERHAD (195901000092 (3441-K))
(Incorporated in Malaysia)

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

23. Borrowings

There were no borrowings and debt securities as at 31 December 2020.

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 following dividends in respect of the financial year ended 30 June 2020 on 62,761,477 ordinary shares have been approved by the shareholders at the Annual General Meeting on 10 December 2020 and payable on 8 January 2021:

	Amount	Net dividend
	RM	per share
		Sen
First and final tax exempt single-tier dividend	627,615	1.00

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		Period-To-Date	
	3 months ended		6 months ended	
	31.12.20	31.12.19	31.12.20	31.12.19
Profit attributable to owners of the parent (RM'000)	<u>10,656</u>	<u>6,071</u>	<u>20,152</u>	<u>2,460</u>
Weighted average number of ordinary shares in issue ('000)	<u>62,769</u>	<u>63,172</u>	<u>62,816</u>	<u>63,172</u>
Basic earnings per share (Sen)	<u>16.98</u>	<u>9.61</u>	<u>32.08</u>	<u>3.89</u>

(b) Diluted

Diluted earnings per share is the same as basic earnings per share as there are no dilutive potential ordinary shares outstanding as at 31 December 2020.

KLUANG RUBBER COMPANY (MALAYA) BERHAD (195901000092 (3441-K))
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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:

	31.12.20	31.12.19
	RM'000	RM'000
Cash and bank balances	226,413	233,885
Less: Short-term deposits with a licensed bank with maturities more than 90 days	(62,952)	(116,707)
Cash and cash equivalents	<u>163,461</u>	<u>117,178</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 26 February 2021.