

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

Consolidated Statement Of Comprehensive Income
For the Financial Period Ended 31 December 2021
(The figures have not been audited)

	Note	Individual Quarter 3 months ended		Change (Unfavourable)/ Favourable		Period-to-Date 6 months ended		Change (Unfavourable)/ Favourable	
		31.12.21 RM'000	31.12.20 RM'000	RM'000	%	31.12.21 RM'000	31.12.20 RM'000	RM'000	%
Revenue	4	12,946	6,273	6,673	106	26,075	13,542	12,533	93
Other income		1	1	-	0	2	19	(17)	-89
Changes in inventories		106	(202)	308	152	387	183	204	111
Staff costs		(891)	(1,107)	216	20	(1,780)	(1,969)	189	10
Depreciation		(667)	(667)	-	0	(1,333)	(1,320)	(13)	-1
Subcontract labour costs, fertilizer and chemical costs		(4,102)	(2,792)	(1,310)	-47	(7,880)	(8,024)	144	2
Foreign exchange gain/(loss)		1,016	4,793	(3,777)	-79	(852)	7,006	(7,858)	-112
Other expenses		(2,269)	(1,820)	(449)	-25	(4,923)	(4,025)	(898)	-22
Finance lease expense		(35)	(37)	2	5	(70)	(73)	3	4
Fair value (loss)/gain on biological assets		(547)	(195)	(352)	-181	103	30	73	243
Gain on sale of investment		-	-	-	N.M	-	3,697	(3,697)	N.M
Fair value (loss)/gain on investments		(1,267)	3,663	(4,930)	-135	(6,531)	9,478	(16,009)	-169
Profit from operations	4	4,291	7,910	(3,619)	-46	3,198	18,544	(15,346)	-83
Share of profit/(loss) of associates		4,852	11,833	(6,981)	-59	(2,373)	17,680	(20,053)	-113
Profit before tax	20	9,143	19,743	(10,600)	-54	825	36,224	(35,399)	-98
Income tax expense	21	(67)	(61)	(6)	-10	(116)	(126)	10	8
Profit after tax		9,076	19,682	(10,606)	-54	709	36,098	(35,389)	-98
<u>Other comprehensive (loss)/income</u>									
Investments:									
- Fair value (loss)/gain		(15,574)	27,846	(43,420)	-156	(29,525)	4,628	(34,153)	-738
- Reclassification to profit or loss		-	-	-	N.M	-	(3,697)	3,697	N.M
Foreign currency translation									
- Translation difference		1,046	(11,837)	12,883	109	3,328	(25,380)	28,708	113
Other comprehensive (loss)/income for the period, net of tax		(14,528)	16,009	(30,537)	-191	(26,197)	(24,449)	(1,748)	-7
Total comprehensive (loss)/income for the period		(5,452)	35,691	(41,143)	-115	(25,488)	11,649	(37,137)	-319
Profit/(Loss) attributable to:									
Owners of the parent		5,000	10,656	(5,656)	-53	(7)	20,152	(20,159)	-100
Non-controlling interest		4,076	9,026	(4,950)	-55	716	15,946	(15,230)	-96
		9,076	19,682	(10,606)	-54	709	36,098	(35,389)	-98
Total comprehensive (loss)/income attributable to:									
Owners of the parent		(1,146)	16,806	(17,952)	-107	(11,064)	6,656	(17,720)	-266
Non-controlling interest		(4,306)	18,885	(23,191)	-123	(14,424)	4,993	(19,417)	-389
		(5,452)	35,691	(41,143)	-115	(25,488)	11,649	(37,137)	-319
Earnings/(Loss) per share attributable to owners of the parent:									
Basic (Sen)	26(a)	7.99	16.98			(0.01)	32.08		
Diluted (Sen)	26(b)	7.99	16.98			(0.01)	32.08		

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 2021**

	(Unaudited) As at 31.12.2021 RM'000	(Audited) As at 30.06.2021 RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	297,440	297,731
Right-of-use asset	2,821	2,903
Bearer plants	37,228	37,504
Investment properties	105,338	69,369
Investment in associates	102,881	108,888
Investments	434,764	455,549
	<u>980,472</u>	<u>971,944</u>
Current assets		
Inventories	454	67
Biological assets	930	827
Trade and other receivables	3,027	21,923
Prepayments	387	680
Tax recoverable	434	401
Cash and bank balances	251,674	237,235
	<u>256,906</u>	<u>261,133</u>
Assets held for sale	-	4,123
	<u>256,906</u>	<u>265,256</u>
TOTAL ASSETS	<u>1,237,378</u>	<u>1,237,200</u>
EQUITY AND LIABILITIES		
Equity attributable to owners of the Parent		
Share capital	68,388	68,388
Reserves	601,089	612,869
Treasury shares	(2,119)	(1,698)
	<u>667,358</u>	<u>679,559</u>
Non-controlling interests	531,203	518,734
Total equity	<u>1,198,561</u>	<u>1,198,293</u>
Non-current liabilities		
Other payables	521	488
Lease liabilities	2,797	2,729
Provision for retirement benefits	97	88
Deferred tax liabilities	29,436	29,436
	<u>32,851</u>	<u>32,741</u>
Current liabilities		
Trade and other payables	5,600	5,847
Lease liabilities	112	110
Tax payable	254	209
	<u>5,966</u>	<u>6,166</u>
Total liabilities	<u>38,817</u>	<u>38,907</u>
TOTAL EQUITY AND LIABILITIES	<u>1,237,378</u>	<u>1,237,200</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 2021
(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	Pooling of Interest Reserve RM'000	Retained Earnings RM'000	Non- Controlling Interests RM'000
Balance at 1 July 2021	1,198,292	679,559	68,388	196,347	119,352	63,523	(1,698)	-	233,647	518,733
Total comprehensive (loss)/income for the period	(25,488)	(11,064)	-	-	(12,667)	1,610	-	-	(7)	(14,424)
Buy-back of shares	(421)	(421)	-	-	-	-	(421)	-	-	-
Transfer of fair value reserve upon disposal of equity instruments designed at FVTOCI	-	-	-	-	(1,022)	-	-	-	1,022	-
Exchange of assets with immediate holding company	31,317	1,255	-	-	-	-	-	1,255	-	30,062
Dividends	(5,139)	(1,971)	-	-	-	-	-	-	(1,971)	(3,168)
Balance at 31 December 2021	1,198,561	667,358	68,388	196,347	105,663	65,133	(2,119)	1,255	232,691	531,203
Balance at 1 July 2020	1,111,976	638,920	68,388	199,620	107,692	68,293	(701)	-	195,628	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 fair value reserve upon disposal of equity instruments designed at FVTOCI	-	-	-	-	(915)	(79)	-	-	994	-
Dividends	(1,864)	(628)	-	-	-	-	-	-	(628)	(1,236)
Balance at 31 December 2020	1,121,094	644,281	68,388	199,620	106,480	55,015	(1,368)	-	216,146	476,813

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 2021
(The figures have not been audited)

	6 months ended	
	31.12.21	31.12.20
	RM'000	RM'000
OPERATING ACTIVITIES		
Profit before taxation	825	36,224
Adjustments for:		
Depreciation	1,333	1,320
Provision for retirement benefit	9	10
Dividend income from quoted investments	(1,474)	(1,503)
Interest income	(757)	(730)
Finance lease interest	70	73
Share of loss/(profit) of associates	2,373	(17,680)
Gain on sale of investment	-	(3,697)
Fair value gain on biological assets	(103)	(30)
Fair value loss/(gain) on other investments	6,531	(9,478)
Unrealised foreign exchange loss/(gain)	818	(7,010)
Operating cash flows before working capital changes	9,625	(2,501)
Receivables	(265)	19
Prepayments	325	366
Inventories	(387)	(183)
Payables	(245)	(812)
Cash flows generated from/(used in) operations	9,053	(3,111)
Taxes refunded	-	363
Taxes paid	(205)	(178)
Net cash flows generated from/(used in) operating activities	8,848	(2,926)
INVESTING ACTIVITIES		
Dividends received	5,593	2,997
Interest received	876	1,467
(Addition)/Uplift of fixed deposits	(171)	55,563
Proceeds from sale of investments	3,209	11,572
Purchase of investments	(18,199)	(9,524)
Purchase of property, plant and equipment	(11)	(1,222)
Addition to bearer plants	(674)	(674)
Proceeds from compulsory land acquisition	18,900	-
Compensation for damages arising from compulsory land acquisition	368	-
Cash inflow from exchange of assets with immediate holding company	980	-
Cash flows generated from investing activities	10,871	60,179
FINANCING ACTIVITIES		
Dividends paid to owners of the company	(1,971)	-
Dividends paid to non-controlling interest	(3,168)	-
Buy-back of shares	(421)	(667)
Net cash used in financing activities	(5,560)	(667)
NET INCREASE IN CASH AND CASH EQUIVALENTS	14,159	56,586
EFFECTS OF EXCHANGE RATE CHANGES	109	(2,673)
CASH AND CASH EQUIVALENTS AT BEGINNING OF FINANCIAL PERIOD	175,338	109,548
CASH AND CASH EQUIVALENTS AT END OF FINANCIAL PERIOD (Note 27)	189,606	163,461

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))
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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 2021 are prepared in accordance with Malaysian Financial Reporting Standards ("MFRS").

The interim financial statements have been prepared on a historical cost basis, other than 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

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 statements for the financial year ended 30 June 2021 except for the adoption of the amended FRSs and annual improvements which are relevant to the Group's operations with effect from 1 July 2021 as set out below:

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 2021 was not qualified.

KLUANG RUBBER COMPANY (MALAYA) BERHAD (195901000092 (3441-K))
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Part A - Explanatory Notes Pursuant to MFRS 134

4. Segmental Information

	6 months ended	
	31.12.21	31.12.20
	RM'000	RM'000
Segment revenue		
Plantation	23,025	10,643
Investment	3,050	2,899
	<u>26,075</u>	<u>13,542</u>
Segment results		
Plantation	12,503	667
Investment	(3,568)	24,363
	<u>8,935</u>	<u>25,030</u>
Unallocated corporate expenses	(5,737)	(6,486)
Profit from operations	<u>3,198</u>	<u>18,544</u>
Segment assets		
Plantation	404,679	375,881
Investment	832,246	784,001
	<u>1,236,925</u>	<u>1,159,882</u>
Unallocated corporate asset	453	361
Total assets	<u>1,237,378</u>	<u>1,160,243</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 2021.

6. Changes in Estimates

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

7. Comments about Seasonal or Cyclical Factors

The revenue and earnings are impacted by the production of fresh fruit bunches and volatility of the selling price of crude palm oil. The production of fresh fruit bunches is influenced by weather conditions, production cycle and age of palms.

KLUANG RUBBER COMPANY (MALAYA) BERHAD (195901000092 (3441-K))
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Part A - Explanatory Notes Pursuant to MFRS 134

8. Dividends Paid

In respect of the financial year ended 30 June 2021, as reported in the directors' report of that year, the following cash dividends were paid during the financial period ended 31 December 2021:

	Amount	Net dividend
	RM	per share
		Sen
First and final tax exempt (single-tier) dividend	625,829	1.00
Bonus Tax exempt (single-tier) dividend	1,345,533	2.15
	<u>1,971,362</u>	<u>3.15</u>

9. Debt and Equity Securities

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

During the six months ended 31 December 2021, the Company acquired 104,600 of its own ordinary shares from the open market for a cash consideration of RM421,269. The share buy-back was made pursuant to the approval of the renewal of shareholders' mandate for share buy-back authority obtained at the Company's Annual General Meeting. The last renewal was obtained at the Annual General Meeting held on 2 December 2021. 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 2021.

10. Changes in Composition of the Group

There were no significant changes in the composition of the Group for the financial period ended 31 December 2021.

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 2021.

12. Changes in Contingent Liabilities and Contingent Assets

There were no contingent liabilities or contingent assets as at 31 December 2021.

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

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	
	31.12.21	31.12.20	31.12.21	31.12.20
	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)	241	238	362	397
Rental expense payable to Kluang Estates (1977) Sdn Bhd, a company in which a director, Lee Chung-Shih Justin, has an interest and Mugana Kerisnan A/L Karpiah is a common director (recurrent)	9	45	18	90
Administration and accounting support services payable to The Nyalas Rubber Estates Limited, an immediate holding company	575	518	1,163	1,105
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)	40	138	186	232
Land lease rental payable to Kuala Pergau Rubber Plantations Plc, a company in which a director, Lee Chung-Shih Justin, has an interest, Mugana Kerisnan A/L Karpiah and Cheong Mun Hong are common directors (recurrent)	62	62	125	125
Assets exchange with The Nyalas Rubber Estates Limited, an immediate holding company	25,340	-	25,340	-

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
31.12.21				
Investments in financial instruments	296,597	53,038	-	349,635
Investment in precious metal - gold bullion	30,548	-	-	30,548
Investment properties	-	-	105,338	105,338
Biological assets	-	-	930	930
	<u>327,145</u>	<u>53,038</u>	<u>106,268</u>	<u>486,451</u>
30.06.21				
Investments in financial instruments	330,237	59,458	-	389,695
Investment in precious metal - gold bullion	29,442	-	-	29,442
Investment properties	-	-	69,369	69,369
Biological assets	-	-	827	827
	<u>359,679</u>	<u>59,458</u>	<u>70,196</u>	<u>489,333</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))
(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 RM12.95 million and RM26.08 million for the current quarter and period-to-date respectively were higher than last year's corresponding quarter of RM6.27 million and period-to-date of RM13.54 million. 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. Rental and interest income for the current quarter and period-to-date were also higher than last year's corresponding quarter and period-to-date. However, dividend income for the current quarter and period-to-date were lower than last year's corresponding quarter and period-to-date.

For the current quarter, the Group reported an after-tax profit of RM9.08 million which was lower than last year's corresponding quarter's after-tax profit of RM19.68 million despite higher revenue. This was mainly due to: -

- 1) The foreign exchange gain of RM1.02 million for the current quarter was lower than last year's corresponding quarter's gain of RM4.79 million.
- 2) Revaluation of investments measured at fair value through profit or loss ("FVTPL") for the current quarter was a loss of RM1.27 million while it was a gain of RM3.66 million reported for last year's corresponding quarter.
- 3) Share of profit of the associates of RM4.85 million for the current quarter was significantly lower than last year's corresponding quarter's profit of RM11.83 million.

The Group reported an after-tax profit of RM709,000 for the 6-month period ended 31 December 2021. This was lower than last year's corresponding period-to-date's profit of RM36.10 million despite the Group achieved higher revenue for the current period-to-date. This was mainly due to: -

- 1) Foreign exchange loss of RM852,000 was reported for the current period-to-date while last year's corresponding period-to-date's was a gain of RM7.01 million.
- 2) The sale of investment in precious metal during last year's corresponding period-to-date resulted in a gain of RM3.70 million while there was none during the current period-to-date.
- 3) Revaluation of investments measured at FVTPL for the current period-to-date was a loss of RM6.53 million while it was a gain of RM9.48 million for last year's corresponding period-to-date.
- 4) Share of the associates' financial results for the current period-to-date was a loss of RM2.37 million while last year's corresponding period-to-date's share was a gain of RM17.68 million.

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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)

During the current quarter, the Group posted total other comprehensive loss of RM14.53 million as compared to the income of RM16.01 million reported during last year's corresponding quarter. This was mainly due to the revaluation loss of RM15.57 million of its investments measured at fair value through other comprehensive income ("FVTOCI") for the current quarter while it was a gain of RM27.85 million during last year's corresponding quarter. However, foreign currency translation for the current quarter was a gain of RM1.05 million while last year's corresponding quarter was a loss of RM11.84 million.

For the current 6-month period, the Group posted total other comprehensive loss of RM26.20 million which was higher than last year's corresponding period-to-date's loss of RM24.45 million. This was mainly due to the investments measured at FVTOCI registering a loss of RM29.53 million while it was a gain of RM4.63 million a year ago. However, foreign currency translation for the current period-to-date was a gain of RM3.33 million while it was a loss of RM25.38 million reported during last year's corresponding period-to-date. The reclassification of RM3.70 million to profit or loss statement during last year's corresponding period-to-date was on account of the sale of investment in precious metal while there was none for current period-to-date.

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

	Current Quarter 31.12.21 RM'000	Preceding Quarter 30.09.21 RM'000	Change (Unfavourable)/Favourable	
			RM'000	%
Revenue	12,946	13,129	(183)	-1
Operating profit/(loss)	4,291	(1,093)	5,384	493
Share of profit/(loss) of associates	4,852	(7,225)	12,077	167
Profit/(Loss) before tax	9,143	(8,318)	17,461	210
Profit/(Loss) after tax	9,076	(8,367)	17,443	208
Profit/(loss) attributable to:				
Owners of the parent	5,000	(5,007)	10,007	200
Non-controlling interest	4,076	(3,360)	7,436	221
	<u>9,076</u>	<u>(8,367)</u>		

For the current quarter under review, the Group's revenue of RM12.95 million was slightly lower than the immediate preceding quarter's RM13.13 million. This was mainly due to the receipt of dividend income of RM1.48 million during the immediate preceding quarter while there was none for the current quarter. However, crop sales of RM12.02 million for the current quarter was higher than immediate preceding quarter's RM11.01 million on the account of higher FFB prices.

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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)

The Group posted a pre-tax profit of RM9.14 million for the current quarter as compared to the immediate preceding quarter's pre-tax loss of RM8.32 million. This was due to: -

- 1) The foreign exchange difference was a gain of RM1.02 million for the current quarter while it was a loss of RM1.87 million for the immediate preceding quarter.
- 2) Fair value loss of RM1.27 million of its FVTPL investments reported for the current quarter was lower than the immediate preceding quarter's loss of RM5.26 million.
- 3) Share of financial results of associates for the current quarter was a gain of RM4.85 million while the immediate preceding quarter's share was a loss of RM7.23 million.

18. Commentary on Prospects

For the financial year ending 30 June 2022, the Group expects FFB production to be higher than the financial year ended 30 June 2021.

However, plantation operations are expected to remain challenging due to the Covid-19 pandemic and tight labour situation.

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 associates 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 before tax

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

	Individual Quarter		Period-To-Date	
	31.12.21	31.12.20	31.12.21	31.12.20
	RM'000	RM'000	RM'000	RM'000
Interest income	(405)	(356)	(757)	(730)
Other income including investment income	(522)	(384)	(2,295)	(2,188)
Fair value loss/(gain) on investment	1,267	(3,663)	6,531	(9,478)
Fair value loss/(gain) on biological assets	547	195	(103)	(30)
Depreciation	667	667	1,333	1,320
Foreign exchange (gain)/loss	(1,016)	(4,793)	852	(7,006)

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

21. Income Tax Expense

	Individual Quarter		Period-To-Date	
	3 months ended		6 months ended	
	31.12.21	31.12.20	31.12.21	31.12.20
	RM'000	RM'000	RM'000	RM'000
Current tax:				
Malaysian income tax	13	16	27	19
Foreign tax	54	45	89	97
	<u>67</u>	<u>61</u>	<u>116</u>	<u>116</u>
Underprovision of income tax in prior years				
Malaysian income tax	-	-	-	10
	<u>-</u>	<u>-</u>	<u>-</u>	<u>10</u>
Total income tax credit	<u>67</u>	<u>61</u>	<u>116</u>	<u>126</u>

The effective tax rate for the current period-to-date was higher than the statutory tax rate applicable in Malaysia. This was due to the non-deductible expenses even though the Group was in 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.

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.

23. Borrowings

There were no borrowings and debt securities as at 31 December 2021.

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.

KLUANG RUBBER COMPANY (MALAYA) BERHAD (195901000092 (3441-K))
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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		Period-To-Date	
	3 months ended		6 months ended	
	31.12.21	31.12.20	31.12.21	31.12.20
Profit/(Loss) attributable to owners of the parent (RM'000)	<u>5,000</u>	<u>10,656</u>	<u>(7)</u>	<u>20,152</u>
Weighted average number of ordinary shares in issue ('000)	<u>62,603</u>	<u>62,769</u>	<u>62,614</u>	<u>62,816</u>
Basic earnings/(loss) per share (Sen)	<u>7.99</u>	<u>16.98</u>	<u>(0.01)</u>	<u>32.08</u>

(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 December 2021.

27. Cash and cash equivalents

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

	31.12.21	31.12.20
	RM'000	RM'000
Cash and bank balances	251,674	226,413
Less: Short-term deposits with a licensed bank with maturities more than 90 days	<u>(62,068)</u>	<u>(62,952)</u>
Cash and cash equivalents	<u><u>189,606</u></u>	<u><u>163,461</u></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 24th February 2022.