

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

Consolidated Statement Of Comprehensive Income
For the Financial Period Ended 31 December 2022
(The figures have not been audited)

	Note	Individual Quarter 3 months ended		Change (Unfavourable)/ Favourable		Period-to-Date 6 months ended		Change (Unfavourable)/ Favourable	
		31.12.22 RM'000	31.12.21 RM'000	RM'000	%	31.12.22 RM'000	31.12.21 RM'000	RM'000	%
Revenue		11,816	12,946	(1,130)	(9)	25,174	26,075	(901)	(3)
Other income		3	1	2	200	5	2	3	150
Changes in inventories		(1,161)	106	(1,267)	(1,195)	266	387	(121)	(31)
Staff costs		(1,501)	(891)	(610)	(68)	(2,564)	(1,780)	(784)	(44)
Depreciation		(685)	(667)	(18)	(3)	(1,353)	(1,333)	(20)	(2)
Subcontract labour costs, fertilizer and chemical costs		(6,270)	(4,102)	(2,168)	(53)	(11,582)	(7,880)	(3,702)	(47)
Foreign exchange gain/(loss)		10,235	1,016	9,219	907	6,771	(852)	7,623	895
Other expenses		(1,173)	(2,269)	1,096	48	(4,773)	(4,923)	150	3
Finance lease expense		(34)	(35)	1	3	(68)	(70)	2	3
Fair value (loss)/gain on biological assets		(856)	(547)	(309)	(56)	(586)	103	(689)	(669)
Fair value gain/(loss) on investments		3,504	(1,267)	4,771	377	(2,563)	(6,531)	3,968	61
Profit from operations	4	13,878	4,291	9,587	223	8,727	3,198	5,529	173
Share of profit/(loss) of associates		2,072	4,852	(2,780)	(57)	(2,484)	(2,373)	(111)	(5)
Profit before tax	20	15,950	9,143	6,807	74	6,243	825	5,418	657
Income tax credit/(expense)	21	132	(67)	199	297	(359)	(116)	(243)	(209)
Profit after tax		16,082	9,076	7,006	77	5,884	709	5,175	730
Other comprehensive (loss)/income									
Investments:									
- Fair value loss		(621)	(15,574)	14,953	96	(13,637)	(29,525)	15,888	54
Foreign currency translation									
- Translation difference		(14,536)	1,046	(15,582)	(1,490)	10,837	3,328	7,509	226
Other comprehensive loss for the period, net of tax		(15,157)	(14,528)	(629)	(4)	(2,800)	(26,197)	23,397	89
Total comprehensive income/(loss) for the period		925	(5,452)	6,377	117	3,084	(25,488)	28,572	112
Profit attributable to:									
Owners of the parent		8,699	5,000	3,699	74	2,972	(7)	2,979	42,557
Non-controlling interest		7,383	4,076	3,307	81	2,912	716	2,196	307
		16,082	9,076	7,006	77	5,884	709	5,175	730
Total comprehensive (loss)/income attributable to:									
Owners of the parent		713	(1,146)	1,859	162	1,725	(11,064)	12,789	116
Non-controlling interest		212	(4,306)	4,518	105	1,359	(14,424)	15,783	109
		925	(5,452)	6,377	117	3,084	(25,488)	28,572	112
Earnings/(loss) per share attributable to owners of the parent:									
Basic (Sen)	26(a)	13.98	7.99			4.77	(0.01)		
Diluted (Sen)	26(b)	13.98	7.99			4.77	(0.01)		

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 2022**

	(Unaudited) As at 31.12.2022 RM'000	(Audited) As at 30.06.2022 RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	298,601	298,072
Right-of-use asset	2,658	2,739
Bearer plants	37,278	37,642
Investment properties	108,038	106,782
Investment in associates	92,039	96,898
Investments	424,580	432,254
	<u>963,194</u>	<u>974,387</u>
Current assets		
Inventories	346	80
Biological assets	728	1,314
Trade and other receivables	3,193	3,015
Prepayments	233	773
Tax recoverable	1,012	852
Cash and bank balances	280,114	266,092
	<u>285,626</u>	<u>272,126</u>
TOTAL ASSETS	<u>1,248,820</u>	<u>1,246,513</u>
EQUITY AND LIABILITIES		
Equity attributable to owners of the Parent		
Share capital	68,388	68,388
Reserves	609,225	609,015
Treasury shares	(3,568)	(2,734)
	<u>674,045</u>	<u>674,669</u>
Non-controlling interests	527,263	530,312
Total equity	<u>1,201,308</u>	<u>1,204,981</u>
Non-current liabilities		
Other payables	578	562
Lease liabilities	2,679	2,614
Provision for retirement benefits	125	102
Deferred tax liabilities	30,325	30,309
	<u>33,707</u>	<u>33,587</u>
Current liabilities		
Trade and other payables	7,373	7,386
Dividend payables	5,734	-
Lease liabilities	118	115
Tax payable	580	444
	<u>13,805</u>	<u>7,945</u>
Total liabilities	<u>47,512</u>	<u>41,532</u>
TOTAL EQUITY AND LIABILITIES	<u>1,248,820</u>	<u>1,246,513</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 2022
(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 2022	1,204,982	674,669	68,388	196,347	103,153	85,015	(2,734)	1,685	222,815	530,313
Total comprehensive (loss)/income for the period	3,084	1,725	-	-	(5,796)	4,549	-	-	2,972	1,359
Buy-back of shares	(834)	(834)	-	-	-	-	(834)	-	-	-
Buy-back of shares by a subsidiary	(189)	-	-	-	-	-	-	-	-	(189)
Effects of change in stake	-	165	-	-	-	-	-	-	165	(165)
Dividends	(5,735)	(1,680)	-	-	-	-	-	-	(1,680)	(4,055)
Balance at 31 December 2022	1,201,308	674,045	68,388	196,347	97,357	89,564	(3,568)	1,685	224,272	527,263
Balance at 1 July 2021	1,198,293	679,560	68,388	196,347	119,353	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	31,875	1,255	-	-	-	-	-	1,255	-	30,620
Dividends	(5,139)	(1,971)	-	-	-	-	-	-	(1,971)	(3,168)
Balance at 31 December 2021	1,199,120	667,359	68,388	196,347	105,664	65,133	(2,119)	1,255	232,691	531,761

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 2022
(The figures have not been audited)

	6 months ended	
	31.12.22	31.12.21
	RM'000	RM'000
OPERATING ACTIVITIES		
Profit before taxation	6,243	825
Adjustments for:		
Depreciation	1,353	1,333
Provision for retirement benefit	31	9
Dividend income from quoted investments	(1,545)	(1,474)
Interest income	(2,865)	(757)
Finance lease interest	68	70
Share of loss of associates	2,484	2,373
Fair value loss/(gain) on biological assets	586	(103)
Fair value loss on other investments	2,563	6,531
Unrealised foreign exchange (gain)/loss	(6,787)	818
Operating cash flows before working capital changes	2,131	9,625
Receivables	624	(265)
Prepayments	539	325
Inventories	(266)	(387)
Payables	(38)	(245)
Cash flows (used in)/generated from operations	2,990	9,053
Retirement benefit paid	(8)	-
Taxes paid	(393)	(205)
Net cash flows (used in)/generated from operating activities	2,589	8,848
INVESTING ACTIVITIES		
Dividends received	3,948	5,593
Interest received	2,394	876
Addition of fixed deposits	(28,439)	(171)
Proceeds from sale of investments	-	3,209
Purchase of investments	(4,700)	(18,199)
Purchase of property, plant and equipment	(838)	(11)
Early redemption of investment in bonds	4,755	-
Addition to bearer plants	(597)	(674)
Proceeds from compulsory land acquisition	-	18,900
Compensation for damages arising from compulsory land acquisition	-	368
Net cash inflow on assets with immediate holding company	-	980
Cash flows (used in)/generated from investing activities	(23,477)	10,871
FINANCING ACTIVITIES		
Dividends paid to owners of the company	-	(1,971)
Dividends paid to non-controlling interest	-	(3,168)
Buy-back of shares	(834)	(421)
Buy-back of shares by a subsidiary	(189)	-
Net cash used in financing activities	(1,023)	(5,560)
NET (DECREASE)/INCREASE IN CASH AND CASH EQUIVALENTS	(21,911)	14,159
EFFECTS OF EXCHANGE RATE CHANGES	7,494	109
CASH AND CASH EQUIVALENTS AT BEGINNING OF FINANCIAL PERIOD	121,532	175,338
CASH AND CASH EQUIVALENTS AT END OF FINANCIAL PERIOD (Note 27)	107,115	189,606

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 2022 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 2022 except for the adoption of the amended FRSs and annual improvements which are relevant to the Group's operations with effect from 1 July 2022 as set out below:

Annual Improvements to MFRS Standards 2018-2020

Amendments to MFRS 3: Business Combinations - Reference to the Conceptual Framework

Amendments to MFRS 116: Property, Plant and Equipment - Proceeds before Intended Use

Amendments to MFRS 137: Provisions, Contingent Liabilities and Contingent Assets

- Onerous Contracts - Cost of Fulfilling a Contract

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 2022 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	
	31.12.22	31.12.21
	RM'000	RM'000
Segment revenue		
Plantation	19,616	23,025
Investment	5,558	3,050
	<u>25,174</u>	<u>26,075</u>
Segment results		
Plantation	5,865	12,503
Investment	8,346	(3,568)
	<u>14,211</u>	<u>8,935</u>
Unallocated corporate expenses	(5,484)	(5,737)
Profit from operations	<u>8,727</u>	<u>3,198</u>
Segment assets		
Plantation	413,361	404,679
Investment	834,412	832,246
	<u>1,247,773</u>	<u>1,236,925</u>
Unallocated corporate asset	1,047	453
Total assets	<u>1,248,820</u>	<u>1,237,378</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 2022.

6. Changes in Estimates

There were no changes in estimates that have had a material effect on the current quarter and year-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))
(Incorporated in Malaysia)

Part A - Explanatory Notes Pursuant to MFRS 134

8. Dividends 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 current financial period ended 31 December 2022, the Company acquired 206,100 of its own ordinary shares from the open market for a cash consideration of RM834,467. The share buy-back was made pursuant to the approval of the renewal of shareholders' mandate for share buy-back authority approved at the Company's Annual General Meeting. 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 2022.

10. Changes in Composition of the Group

On 22 April 2022, a subsidiary of the Company, Kuchai Development Berhad ("KDB") announced the proposed distribution of 17,584,030 ordinary shares in Sungei Bagan Rubber Company (Malaya) Berhad ("SG Bagan"), which is also the subsidiary of the Company, representing all of the 26.51% equity interest held by KDB in SG Bagan, to entitled shareholders of the KDB by way of dividend-in-specie. This was approved by the shareholders of KDB during the Extraordinary General Meeting on 3 August 2022 and was completed on 9 September 2022.

Following the completion of the above exercise, the Group's effective interest of 11.19% in SG Bagan which was previously held through KDB, is now directly held by the Company. There is no significant impact on the financial statements of the Group arising from the above exercise.

Other than the above, there were no changes in the composition of the Group for the financial period ended 31 December 2022.

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 2022.

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

Part A - Explanatory Notes Pursuant to MFRS 134

12. Changes in Contingent Liabilities and Contingent Assets

There were no contingent liabilities or contingent assets as at 31 December 2022.

13. Related Party Transactions

Transactions with related parties are as follows:

	Individual Quarter		Period-To-Date	
	3 months ended		6 months ended	
	31.12.22	31.12.21	31.12.22	31.12.21
	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)	257	241	507	362
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	-	18
Administration and accounting support services payable to The Nyalas Rubber Estates Limited, an immediate holding company	761	575	1,352	1,163
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)	94	40	187	186
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, the 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))
(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.

	Level 1	Level 2	Level 3	Total
	RM'000	RM'000	RM'000	RM'000
31.12.22				
Investments in financial instruments	289,059	43,737	-	332,796
Investment in precious metal - gold bullion	32,115	-	-	32,115
Investment properties	-	-	108,038	108,038
Biological assets	-	-	728	728
	<u>321,174</u>	<u>43,737</u>	<u>108,766</u>	<u>473,677</u>
30.06.22				
Investments in financial instruments	295,880	46,138	-	342,018
Investment in precious metal - gold bullion	32,213	-	-	32,213
Investment properties	-	-	106,782	106,782
Biological assets	-	-	1,314	1,314
	<u>328,093</u>	<u>46,138</u>	<u>108,096</u>	<u>482,327</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 RM11.82 million and RM25.17 million for the current quarter and period-to-date respectively were lower than last year's corresponding quarter of RM12.95 million and period-to-date of RM26.08 million. The decrease in revenue was mainly due to lower crop sales on account of decrease in average price of fresh fruit bunches ("FFB"). However, rental, interest and dividend income for the current quarter and period-to-date were higher than last year's corresponding quarter and period-to-date.

For the current quarter, the Group reported an after-tax profit of RM16.08 million which was higher than last year's corresponding quarter's after-tax profit of RM9.08 million despite lower revenue. This was mainly due to: -

- 1) The foreign exchange gain of RM10.24 million for the current quarter was higher than last year's corresponding quarter's gain of RM1.02 million.
- 2) Revaluation of investments measured at fair value through profit or loss ("FVTPL") for the current quarter was a gain of RM3.50 million while it was a loss of RM1.27 million reported for last year's corresponding quarter.

However, subcontract labour costs, fertilizer and chemical costs of RM6.27 million for the current quarter was higher than last year's corresponding quarter's of RM4.10 million due to higher manuring costs. In addition, share of profit of the associates of RM2.07 million for the current quarter was lower than last year's corresponding quarter's profit of RM4.85 million.

The Group reported an after-tax profit of RM5.88 million for the 6-month period ended 31 December 2022. This was higher than last year's corresponding period-to-date's profit of RM709,000 despite lower revenue. This was mainly due to: -

- 1) Foreign exchange gain of RM6.77 million was reported for the current period-to-date while last year's corresponding period-to-date's was a loss of RM852,000.
- 2) Fair value loss on the Group's FVTPL investments of RM2.56 million for the current period-to-date was lower than last year's loss of RM6.53 million.

However, subcontract labour costs, fertilizer and chemical costs of RM11.58 million for the current period-to-date was higher than last year's corresponding period-to-date's costs of RM7.88 million due to higher manuring costs. In addition, share of loss of the associates of RM2.48 million for the current period-to-date was higher than last year's corresponding period-to-date's loss of RM2.37 million.

The Group's total other comprehensive loss for the current quarter was RM15.16 million which was higher than last year's corresponding quarter's loss of RM14.53 million. This was mainly due to foreign currency translation for the current quarter was a loss of RM14.54 million while last year's corresponding quarter's was a gain of RM1.05 million. However, investments measured at fair value through other comprehensive income ("FVTOCI") registering a loss of RM621,000 which was lower than last year's corresponding quarter's loss of RM15.57 million.

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 (cont'd)

For the current 6-month period, the Group posted total other comprehensive loss of RM2.80 million which was significantly lower than last year's corresponding period-to-date's loss of RM26.20 million. This was mainly due to the revaluation loss of RM13.64 million of its investments measured at FVTOCI for the current period-to-date was lower than last year's corresponding period-to-date's loss of RM29.53 million. Foreign currency translation's gain of RM10.84 million for the current period-to-date was higher than last year's corresponding period-to-date's gain of RM3.33 million.

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

	Current Quarter 31.12.22 RM'000	Preceding Quarter 30.09.22 RM'000	Change (Unfavourable)/Favourable	
			RM'000	%
Revenue	11,816	13,358	(1,542)	(12)
Operating profit/(loss)	13,878	(5,151)	19,029	369
Share of profit/(loss) of associates	2,072	(4,556)	6,628	145
Profit/(Loss) before tax	15,950	(9,707)	25,657	264
Profit/(Loss) after tax	16,082	(10,198)	26,280	258
Profit/(Loss) attributable to:				
Owners of the parent	8,699	(5,727)	14,426	252
Non-controlling interest	7,383	(4,471)	11,854	265
	<u>16,082</u>	<u>(10,198)</u>		

For the current quarter under review, the Group's revenue of RM11.82 million was lower than the immediate preceding quarter's RM13.36 million. This was mainly due to the receipt of dividend income of RM1.53 million during the immediate preceding quarter while there was none for the current quarter.

The Group posted a pre-tax profit of RM15.95 million for the current quarter as compared to the immediate preceding quarter's pre-tax loss of RM9.71 million. This was due to: -

- 1) The foreign exchange difference was a gain of RM10.24 million for the current quarter while it was a loss of RM3.46 million for the immediate preceding quarter.
- 2) The revaluation of investments measured at FVTPL for the current quarter was a gain of RM3.50 million while the immediate preceding quarter's was a loss of RM6.07 million.
- 3) Share of the financial results of associates for the current quarter was a profit of RM2.07 million while the immediate preceding quarter's share was a loss of RM4.56 million.

However, revaluation of its biological assets for the current quarter was a loss of RM856,000 while the immediate preceding quarter's was a gain of RM270,000.

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

18. Commentary on Prospects

For the financial year ending 30 June 2023, the Group expects FFB production to be higher than the financial year ended 30 June 2022.

In the past 6 months, the Group's plantation performance was impacted by higher fertilizer prices. It is expected to continue for the remainder of this financial year.

The Group's results are also dependent on CPO prices, 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	
	31.12.22	31.12.21	31.12.22	31.12.21
	RM'000	RM'000	RM'000	RM'000
Interest income	(1,785)	(405)	(2,865)	(757)
Other income including investment income	1,782	(522)	(2,698)	(2,295)
Fair value (gain)/loss on investment	(3,504)	1,267	2,563	6,531
Fair value loss on biological assets	856	547	586	(103)
Depreciation	685	667	1,353	1,333
Foreign exchange gain	(10,235)	(1,016)	(6,771)	852
	<u>(10,235)</u>	<u>(1,016)</u>	<u>(6,771)</u>	<u>852</u>

21. Income Tax (Credit)/Expense

	Individual Quarter		Period-To-Date	
	3 months ended		6 months ended	
	31.12.22	31.12.21	31.12.22	31.12.21
	RM'000	RM'000	RM'000	RM'000
Current tax:				
Malaysian income tax	(230)	13	195	27
Foreign tax	98	54	164	89
Total income tax (credit)/expense	<u>(132)</u>	<u>67</u>	<u>359</u>	<u>116</u>

**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 (Credit)/Expense (cont'd)

For the current quarter, Malaysian income tax credit arose from overprovision of tax on foreign source dividend income in the previous quarter. With effect from 1 January 2022 to 31 December 2026, tax on foreign source dividend income will be exempted. For current period-to-date, last year's corresponding quarter's and last year's period-to-date's, the Malaysian tax liability was derived from interest income being taxable.

The effective tax rate for the 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, interest income received from fixed deposits and bond investments in Singapore.

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 2022.

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 2022 on 62,208,477 ordinary shares have been approved by the shareholders at the Annual General Meeting on 8 December 2022 and paid on 6 January 2023:

	Amount	Net dividend
	RM	per share
		Sen
First and final tax exempt single-tier dividend	622,085	1.00
Special tax exempt single-tier dividend	1,057,548	1.70
	<u>1,679,633</u>	<u>2.70</u>

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

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	
	31.12.22	31.12.21	31.12.22	31.12.21
Profit/(Loss) attributable to owners of the parent (RM'000)	<u>8,699</u>	<u>5,000</u>	<u>2,972</u>	<u>(7)</u>
Weighted average number of ordinary shares in issue ('000)	<u>62,219</u>	<u>62,603</u>	<u>62,285</u>	<u>62,614</u>
Basic earnings/(loss) per share (Sen)	<u>13.98</u>	<u>7.99</u>	<u>4.77</u>	<u>(0.01)</u>

(b) Diluted

Diluted earnings/(loss) per share is the same as basic profit/(loss) per share as there are no dilutive potential ordinary shares outstanding as at 31 December 2022.

27. Cash and cash equivalents

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

	31.12.22	31.12.21
	RM'000	RM'000
Cash and bank balances	280,114	251,674
Less: Short-term deposits with a licensed bank with maturities more than 90 days	<u>(172,999)</u>	<u>(62,068)</u>
Cash and cash equivalents	<u>107,115</u>	<u>189,606</u>

28. Authorisation for Issue

The interim financial statements were approved by the Board of Directors on 27th February 2023 and authorised for issue on 28th February 2023.