

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

Consolidated Statement of Comprehensive Income
For the Financial Year Ended 30 June 2023
(The figures have not been audited)

	Note	Individual Quarter		Change		Year-to-Date		Change	
		30.06.23 RM'000	30.06.22 RM'000 Restated	(Unfavourable)/ Favourable RM'000	%	12 months ended 30.06.23 RM'000	30.06.22 RM'000 Restated	(Unfavourable)/ Favourable RM'000	%
Revenue		17,138	18,429	(1,291)	(7)	50,397	54,130	(3,733)	(7)
Other income		4	13	(9)	(69)	9	15	(6)	(40)
Changes in inventories		(267)	(177)	(90)	(51)	33	13	20	154
Staff costs		(934)	(1,334)	400	30	(4,745)	(4,005)	(740)	(18)
Depreciation		(748)	(721)	(27)	(4)	(2,782)	(2,736)	(46)	(2)
Subcontract labour costs, fertilizer and chemical costs		(4,445)	(4,144)	(301)	(7)	(20,396)	(15,966)	(4,430)	(28)
Foreign exchange (loss)/gain		(1,546)	(3,747)	2,201	59	7,254	(4,759)	12,013	252
Other expenses		(2,391)	(2,330)	(61)	(3)	(9,181)	(9,235)	54	1
Lease interest		(33)	(34)	1	3	(135)	(140)	5	4
Fair value gain/(loss) on biological assets		300	76	224	295	(478)	488	(966)	(198)
Bearer plants written-off		-	-	-	-	(18)	-	(18)	N.M.
Gain on compulsory land acquisition		-	-	-	-	3,442	-	3,442	N.M.
Gain on sale of investment		-	-	-	-	741	-	741	N.M.
Fair value gain on investment properties		16,459	5,890	10,569	179	16,459	5,890	10,569	179
Fair value loss on investments		(914)	(5,348)	4,434	83	(1,957)	(16,195)	14,238	88
Profit from operations	4	22,623	6,573	16,050	244	38,643	7,500	31,143	415
Share of profit/(loss) of associates		5,926	(8,421)	14,347	170	4,311	(13,485)	17,796	132
Profit/(loss) before tax	20	28,549	(1,848)	30,397	1,645	42,954	(5,985)	48,939	818
Income tax credit/(expense)	21	182	(1,246)	1,428	115	98	(1,446)	1,544	107
Profit/(loss) after tax		28,731	(3,094)	31,825	1,029	43,052	(7,431)	50,483	679
Other comprehensive income/(loss)									
Investments:									
- Fair value gain/(loss)		4,665	(26,150)	30,815	118	(20,945)	(35,465)	14,520	41
- Reclassification to profit or loss		-	-	-	-	(792)	-	(792)	N.M.
Foreign currency translation									
- Translation difference		39,832	15,101	24,731	164	55,487	23,455	32,032	137
- Reclassification to profit or loss		-	-	-	-	51	-	51	N.M.
Other comprehensive income/(loss) for the year, net of tax		44,497	(11,049)	55,546	503	33,801	(12,010)	45,811	381
Total comprehensive income/(loss) for the year		73,228	(14,143)	87,371	618	76,853	(19,441)	96,294	495
Profit/(loss) attributable to:									
Owners of the parent		12,589	(3,296)	15,885	482	19,469	(5,661)	25,130	444
Non-controlling interest		16,142	202	15,940	7891	23,583	(1,770)	25,353	1,432
		28,731	(3,094)	31,825	1029	43,052	(7,431)	50,483	679
Total comprehensive income/(loss) attributable to:									
Owners of the parent		33,749	(1,403)	35,152	2,505	36,477	(3,568)	40,045	1,122
Non-controlling interest		39,479	(12,740)	52,219	410	40,376	(15,873)	56,249	354
		73,228	(14,143)	87,371	618	76,853	(19,441)	96,294	495
Earnings/(loss) per share attributable to owners of the parent:									
Basic (Sen)	26(a)	20.25	(5.28)			31.29	(9.05)		
Diluted (Sen)	26(b)	20.25	(5.28)			31.29	(9.05)		

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 30 June 2023

	(Unaudited) As at 30.06.2023 RM'000	(Restated) As at 30.06.2022 RM'000	(Restated) As at 01.07.2021 RM'000
ASSETS			
Non-current assets			
Property, plant and equipment	296,252	298,072	297,731
Right-of-use asset	2,576	2,739	2,903
Bearer plants	37,510	37,642	37,504
Investment properties	133,938	106,782	69,369
Investment in associates	104,460	96,898	113,011
Investments	434,253	432,254	455,549
	<u>1,008,989</u>	<u>974,387</u>	<u>976,067</u>
Current assets			
Inventories	113	80	67
Biological assets	836	1,314	827
Trade and other receivables	4,028	3,015	21,923
Prepayments	630	773	680
Short-term investments	24,006	-	-
Tax recoverable	1,190	852	401
Cash and bank balances	275,607	266,092	237,235
	<u>306,410</u>	<u>272,126</u>	<u>261,133</u>
TOTAL ASSETS	<u>1,315,399</u>	<u>1,246,513</u>	<u>1,237,200</u>
EQUITY AND LIABILITIES			
Equity attributable to owners of the Parent			
Share capital	68,388	68,388	68,388
Reserves	644,205	609,015	612,869
Treasury shares	(3,734)	(2,734)	(1,698)
	<u>708,859</u>	<u>674,669</u>	<u>679,559</u>
Non-controlling interests	565,732	530,312	518,734
Total equity	<u>1,274,591</u>	<u>1,204,981</u>	<u>1,198,293</u>
Non-current liabilities			
Other payables	656	562	488
Lease liabilities	2,493	2,614	2,729
Provision for retirement benefits	111	102	88
Deferred tax liabilities	29,829	30,309	29,436
	<u>33,089</u>	<u>33,587</u>	<u>32,741</u>
Current liabilities			
Trade and other payables	7,128	7,386	5,847
Lease liabilities	121	115	110
Tax payable	470	444	209
	<u>7,719</u>	<u>7,945</u>	<u>6,166</u>
Total liabilities	<u>40,808</u>	<u>41,532</u>	<u>38,907</u>
TOTAL EQUITY AND LIABILITIES	<u>1,315,399</u>	<u>1,246,513</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 Year Ended 30 June 2023

(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 (as previously stated)	1,204,981	674,669	68,388	196,347	103,152	85,015	(2,734)	1,685	222,816	530,312
Prior year adjustments (Note 5)	-	-	-	-	-	(7,114)	-	-	7,114	-
Balance at 1 July 2022 (as restated)	1,204,981	674,669	68,388	196,347	103,152	77,901	(2,734)	1,685	229,930	530,312
Total comprehensive income/(loss) for the year	76,853	36,477	-	-	(8,953)	25,961	-	-	19,469	40,376
Transfer of reserve upon compulsory land acquisition	-	-	-	(1,017)	-	-	-	-	1,017	-
Buy-back of shares	(1,000)	(1,000)	-	-	-	-	(1,000)	-	-	-
Buy-back of shares by a subsidiary	(508)	-	-	-	-	-	-	-	-	(508)
Effects of change in stake	-	393	-	-	-	-	-	-	393	(393)
Dividends to shareholders (Note 8)	(1,680)	(1,680)	-	-	-	-	-	-	(1,680)	-
Dividends to non-controlling interest	(4,055)	-	-	-	-	-	-	-	-	(4,055)
Balance at 30 June 2023	1,274,591	708,859	68,388	195,330	94,199	103,862	(3,734)	1,685	249,129	565,732
Opening balance at 1 July 2021 (as previously stated)	1,198,293	679,559	68,388	196,347	119,352	63,523	(1,698)	-	233,647	518,734
Prior year adjustments (Note 5)	-	-	-	-	-	(3,322)	-	-	3,322	-
Balance at 1 July 2021 (as restated)	1,198,293	679,559	68,388	196,347	119,352	60,201	(1,698)	-	236,969	518,734
Total comprehensive (loss)/income for the year (as restated)	(19,441)	(3,568)	-	-	(15,178)	17,271	-	-	(5,661)	(15,873)
Buy-back of shares	(1,036)	(1,036)	-	-	-	-	(1,036)	-	-	-
Transfer of fair value reserve upon disposal of equity instruments designed at FVTOCI	-	-	-	-	(1,022)	-	-	-	1,022	-
Exchange of assets with immediate holding company	32,304	1,685	-	-	-	429	-	1,685	(429)	30,619
Dividends to shareholders	(1,971)	(1,971)	-	-	-	-	-	-	(1,971)	-
Dividends to non-controlling interest	(3,168)	-	-	-	-	-	-	-	-	(3,168)
Balance at 30 June 2022 (as restated)	1,204,981	674,669	68,388	196,347	103,152	77,901	(2,734)	1,685	229,930	530,312

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 Year Ended 30 June 2023
(The figures have not been audited)

	12 months ended	
	30.06.23	30.06.22
	RM'000	RM'000
		(Restated)
OPERATING ACTIVITIES		
Profit/(loss) before taxation	42,954	(5,985)
Adjustments for:		
Depreciation	2,782	2,736
Bearer plants written-off	18	-
Gain on compulsory land acquisition	(3,442)	-
Provision for retirement benefit	17	27
Dividend income from quoted investments	(10,304)	(9,716)
Interest income	(7,764)	(1,859)
Lease interest	135	140
Share of (profit)/loss of associates	(4,311)	13,485
Gain on sale of investment	(741)	-
Fair value gain on investment properties	(16,459)	(5,890)
Fair value loss/(gain) on biological assets	478	(488)
Fair value loss on other investments	1,957	16,195
Unrealised foreign exchange (gain)/loss	(7,254)	4,736
Operating cash flows before working capital changes	(1,934)	13,381
Receivables	577	(62)
Prepayments	143	(60)
Inventories	(33)	(13)
Payables	(265)	1,549
Cash flows (used in)/generated from operations	(1,512)	14,795
Retirement benefit paid	(8)	(7)
Taxes refunded	-	3
Taxes paid	(762)	(900)
Net cash flows (used in)/generated from operating activities	(2,282)	13,891
INVESTING ACTIVITIES		
Dividends received	12,707	13,835
Interest received	7,085	2,097
Placement of fixed deposits	(55,045)	(82,663)
Proceeds from sale of investments	3,991	3,208
Investment in bonds	(11,145)	(21,648)
Investment in T-bills	(24,594)	-
Purchase of property, plant and equipment	(1,233)	(1,014)
Redemption of investment in bonds	7,637	-
Addition to bearer plants	(1,809)	(2,038)
Proceeds from compulsory land acquisition	5,800	19,268
Cash inflow from exchange of assets with immediate holding company	-	980
Net cash flows used in investing activities	(56,606)	(67,975)
FINANCING ACTIVITIES		
Dividends paid to owners of the company	(1,680)	(1,971)
Dividends paid to non-controlling interest	(4,055)	(3,169)
Buy-back of shares	(1,000)	(1,036)
Buy-back of shares by a subsidiary	(508)	-
Repayment of lease liability	(115)	(110)
Interest paid	(135)	(140)
Net cash flows used in financing activities	(7,493)	(6,426)
NET DECREASE IN CASH AND CASH EQUIVALENTS	(66,381)	(60,510)
EFFECTS OF EXCHANGE RATE CHANGES	20,850	6,704
CASH AND CASH EQUIVALENTS AT BEGINNING OF FINANCIAL YEAR	121,532	175,338
CASH AND CASH EQUIVALENTS AT END OF FINANCIAL YEAR (Note 27)	76,001	121,532

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 financial statements of the Group for the financial year ended 30 June 2023 are prepared in accordance with Malaysian Financial Reporting Standards ("MFRS").

The 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 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 MFRSs 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))
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Part A - Explanatory Notes Pursuant to MFRS 134

4. Segmental Information

	12 months ended	
	30.06.23	30.06.22
	RM'000	RM'000
		(Restated)
Segment revenue		
Plantation	30,002	40,581
Investment	20,395	13,549
	<u>50,397</u>	<u>54,130</u>
Segment results		
Plantation	9,385	20,223
Investment	39,273	(2,608)
	<u>48,658</u>	<u>17,615</u>
Unallocated corporate expenses	(10,015)	(10,115)
Profit from operations	<u>38,643</u>	<u>7,500</u>
Segment assets		
Plantation	409,107	405,374
Investment	905,080	840,274
	<u>1,314,187</u>	<u>1,245,648</u>
Unallocated corporate asset	1,212	865
Total assets	<u>1,315,399</u>	<u>1,246,513</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 year ended 30 June 2023 except for the retrospective restatement arising from change of functional currency of certain foreign subsidiaries.

During the financial year, the management corrected the functional currency adopted by two of the Group's subsidiaries from United States Dollar ("USD") to British Pound Sterling ("GBP"). Accordingly, a retrospective restatement has been made from 1 July 2021 to reflect the changes arising from the restatement. The effects of such restatement on the financial statements for the previous financial year are as disclosed below:

	30.06.22		30.06.22
	As		As
	previously	Restatement	restated
	stated		RM'000
	RM'000	RM'000	RM'000
Consolidated Statement of Changes in Equity			
Translation reserve	85,015	(7,114)	77,901
Retained earnings	222,816	7,114	229,930
Consolidated Statement of Comprehensive Income			
Foreign exchange differences	(13,476)	8,717	(4,759)
Loss before taxation	(14,702)	8,717	(5,985)
Loss net of tax	(16,148)	8,717	(7,431)
Foreign currency translation	32,172	(8,717)	23,455

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

5. Unusual Items due to their Nature, Size or Incidence (cont'd)

	01.07.21		01.07.21
	As		As
	previously	Restatement	restated
	stated		restated
	RM'000	RM'000	RM'000
Loss attributable to:			
Owners of the parent	(9,453)	3,792	(5,661)
Non-controlling interest	(6,695)	4,925	(1,770)
	<u>(16,148)</u>	<u>8,717</u>	<u>(7,431)</u>

Consolidated Statement of Changes in Equity

Translation reserve	63,523	(3,322)	60,201
Retained earnings	233,647	3,322	236,969

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.

8. Dividends Paid

In respect of the financial year ended 30 June 2022, as reported in the directors' report of that year, the following cash dividends were paid during the financial year ended 30 June 2023:

	Amount	Net dividend
	RM	per share
		Sen
First and final tax exempt (single-tier) dividend	622,084	1.00
Bonus tax exempt (single-tier) dividend	1,057,548	1.70
	<u>1,679,632</u>	<u>2.70</u>

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

9. Debt and Equity Securities

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

During the current financial year ended 30 June 2023, the Company acquired 247,800 of its own ordinary shares from the open market for a cash consideration of RM999,745. 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 year ended 30 June 2023.

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 year ended 30 June 2023.

11. Capital Commitments

There are no commitments for the purchase of property, plant and equipment not provided for in the financial statements as at 30 June 2023.

12. Changes in Contingent Liabilities and Contingent Assets

There were no contingent liabilities or contingent assets as at 30 June 2023.

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		Year-To-Date	
	3 months ended		12 months ended	
	30.06.23	30.06.22	30.06.23	30.06.22
	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)	264	245	1,028	849
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	-	9	-	36
Administration and accounting support services payable to The Nyalas Rubber Estates Limited, the immediate holding company	422	539	2,367	2,291
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)	128	296	453	709
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	250	250
Assets exchange with The Nyalas Rubber Estates Limited, the immediate holding company	-	-	-	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
30.06.23				
Investments in financial instruments	289,904	46,976	-	336,880
Investment in precious metal - gold bullion	31,639	-	-	31,639
Investment properties	-	-	133,938	133,938
Biological assets	-	-	836	836
	<u>321,543</u>	<u>46,976</u>	<u>134,774</u>	<u>503,293</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 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.

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 RM17.14 million for the current quarter was lower than last year's corresponding quarter of RM18.43 million despite higher rental, interest and dividend income. The decrease in revenue was mainly due to lower crop sales on account of decrease in average price of fresh fruit bunches ("FFB") and lower tonnage harvested. As for the current financial year, revenue of RM50.40 million was reported. It was also lower than last year's RM54.13 million. The decrease in revenue was mainly due to lower crop sales on account of decrease in FFB price despite higher tonnage harvested. However, rental, interest and dividend income for the current financial year were higher than last year.

The Group recorded an after-tax profit of RM28.73 million and RM43.05 million for the current quarter and current financial year respectively. These were positive turnarounds from the last year corresponding's quarter's loss of RM3.09 million and last financial year's loss of RM7.43 million, mainly due to:-

- 1) The foreign exchange loss of RM1.55 million for the current quarter was lower than last year's corresponding quarter's loss of RM3.75 million. As for the current financial year, foreign exchange difference was a gain of RM7.25 million while it was a loss of RM4.76 million a year ago.
- 2) For the current quarter and current financial year, the gain of RM16.46 million arising from the revaluation of its investment properties was higher than the gain of RM5.89 million reported during last year's corresponding quarter and last financial year.
- 3) During the current financial year, 62 acres of the Group's land was compulsorily acquired by the State Government for a consideration of RM5.80 million. This resulted in a gain of RM3.44 million while there was no acquisition in last financial year.
- 4) The sale of investment in precious metal resulted in a gain of RM741,000 for the current financial year while there was none a year ago.
- 5) Revaluation on its fair value through profit or loss investments for the current quarter and current financial year were losses of RM914,000 and RM1.96 million respectively which were lower than last year's corresponding quarter's loss of RM5.35 million and last financial year's loss of RM16.20 million.
- 6) Share of the associates' financial results were profits of RM5.93 million and RM4.31 million for the current quarter and year-to-date respectively as compared to the losses of RM8.42 million and RM13.49 million reported for last year corresponding's quarter and last financial year respectively.

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16. Performance Review (cont'd)

During the current quarter, the Group posted a total other comprehensive income of RM44.50 million as compared to the loss of RM11.05 million reported during last year's corresponding quarter. This was mainly due to the fair value gain of RM4.67 million of its investments measured at fair value through other comprehensive income ("FVTOCI") for the current quarter while it was a loss of RM26.15 million during last year's corresponding quarter. In addition, foreign currency translation gain of RM39.83 million for the current quarter was higher than last year's corresponding quarter's gain of RM15.10 million.

For the current financial year, the Group posted a total other comprehensive income of RM33.80 million while it was a loss of RM12.01 million reported during last financial year. This was mainly due to the fair value loss of RM20.95 million of its investments measured at FVTOCI for the current financial year which was lower than last year's loss of RM35.47 million. In addition, foreign currency translation gain of RM55.49 million for the current financial year was higher than last year's gain of RM23.46 million. The reclassification of RM741,000 to profit or loss for the current period-to-date was on account of the sale of investment in precious metal while there was none a year ago.

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

	Current Quarter 30.06.23 RM'000	Preceding Quarter 31.03.23 RM'000	Change (Unfavourable)/Favourable	
			RM'000	%
Revenue	17,138	8,085	9,053	112
Operating profit	22,623	7,293	15,330	210
Share of profit of associates	5,926	869	5,057	582
Profit before tax	28,549	8,162	20,387	250
Profit after tax	28,731	8,437	20,294	241
Profit attributable to:				
Owners of the parent	12,589	3,908	8,681	222
Non-controlling interest	16,142	4,529	11,613	256
	<u>28,731</u>	<u>8,437</u>		

For the current quarter under review, the Group's revenue of RM17.14 million was higher than the immediate preceding quarter's RM8.09 million. This was mainly contributed by the receipt of dividend income of RM8.75 million while there was none during the immediate preceding quarter. Crop sales of RM5.29 million for the current quarter was slightly higher than immediate preceding quarter's RM5.10 million on account of higher FFB prices.

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17. Commentary on Material Change in Profit Before Taxation for the Current Quarter as Compared with the Immediate Preceding Quarter (cont'd)

The Group reported a pre-tax profit of RM28.55 million which was higher than the immediate preceding quarter's RM8.16 million. This was mainly due to:-

- 1) Revaluation of its investment properties for the current quarter was a gain of RM16.46 million while there was none during the immediate preceding quarter.
- 2) Share of the associates' profit of RM5.93 million for the current quarter was higher than the immediate preceding quarter's share of profit of RM869,000.

However, a gain on compulsory land acquisition of RM3.44 million was reported for the immediate preceding quarter while there was none during the current quarter. In addition, the sale of investment in precious metal for the immediate preceding quarter was a gain of RM741,000 while there was none for the current quarter. The foreign exchange difference for the current quarter was a loss of RM1.55 million while it was a gain of RM2.03 million in the immediate preceding quarter.

18. Commentary on Prospects

For the financial year ending 30 June 2024, the Group expects Fresh Fruit Bunches (“FFB”) production to be higher than the financial year ended 30 June 2023 primarily due to maturity profile of Kuala Pergau Estate.

The Group’s results are also dependent on Crude Palm Oil (“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.

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20. Profit/(loss) before tax

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

	Individual Quarter		Year-To-Date	
	30.06.23	30.06.22	30.06.23	30.06.22
	RM'000	RM'000	RM'000	RM'000
		(Restated)		(Restated)
Interest income	(2,495)	(634)	(7,764)	(1,859)
Other income including investment income	(9,361)	(8,828)	(12,640)	(11,705)
Fair value loss on investments	914	5,348	1,957	16,195
Fair value (gain)/loss on biological assets	(300)	(76)	478	(488)
Depreciation	748	721	2,782	2,736
Foreign exchange (gain)/loss				
- realised	(12)	(16)	-	23
- unrealised	1,558	3,763	(7,254)	4,736
	1,546	3,747	(7,254)	4,759
Bearer plants written-off	-	-	18	-
Gain on compulsory land acquisition	-	-	(3,442)	-
Fair value gain on investment properties	(16,459)	(5,890)	(16,459)	(5,890)

21. Income Tax (Credit)/Expense

	Individual Quarter		Year-To-Date	
	3 months ended		12 months ended	
	30.06.23	30.06.22	30.06.23	30.06.22
	RM'000	RM'000	RM'000	RM'000
Current tax:				
Malaysian income tax	(157)	280	87	325
Foreign tax	205	94	536	277
Total current tax expense	48	374	623	602
Under/(over) provision of income tax in prior years				
Malaysian income tax	16	(1)	(241)	(1)
Foreign tax	-	-	-	(28)
	16	(1)	(241)	(29)
Deferred tax:				
Relating to origination and reversal of temporary differences	(246)	873	(480)	873
	(246)	873	(480)	873
Total income tax (credit)/expense	(182)	1,246	(98)	1,446

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21. Income Tax (Credit)/Expense (cont'd)

The effective tax rate for the last year's corresponding quarter and last financial year were higher than the statutory tax rate applicable in Malaysia. These were due to the non-deductible expenses even though the Group was in loss position. As for the current quarter and current financial year, the effective tax rate was 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, interest income received from fixed deposits and bond investments in Singapore.

For the current financial year, Malaysian income tax credit in prior year arose from overprovision of tax on foreign source dividend income in the last financial year.

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 30 June 2023.

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 year attributable to owners of the parent by the weighted average number of ordinary shares in issue excluding treasury shares held by the Company during the financial year.

	Individual Quarter		Year-To-Date	
	3 months ended		12 months ended	
	30.06.23	30.06.22	30.06.23	30.06.22
		(Restated)		(Restated)
Profit/(loss) attributable to owners of the parent (RM'000)	12,589	(3,296)	19,469	(5,661)
Weighted average number of ordinary shares in issue ('000)	62,167	62,448	62,231	62,547
Basic earnings/(loss) per share (Sen)	20.25	(5.28)	31.29	(9.05)

(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 30 June 2023.

27. Cash and cash equivalents

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

	30.06.23	30.06.22
	RM'000	RM'000
Cash and bank balances	275,607	266,092
Less: Short-term deposits with a licensed bank with maturities more than 90 days	(199,606)	(144,560)
Cash and cash equivalents	<u>76,001</u>	<u>121,532</u>

28. Authorisation for Issue

The interim financial statements were approved by the Board of Directors on 24 August 2023 and authorised for issue on 28 August 2023.