

KIM LOONG RESOURCES BERHAD

(Company Number : 22703-K)

UNAUDITED CONDENSED CONSOLIDATED INCOME STATEMENT

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	CURRENT YEAR QUARTER	PRECEDING YEAR CORRESPONDING QUARTER	CURRENT YEAR TO-DATE	PRECEDING YEAR CORRESPONDING PERIOD
	31/10/2006 RM'000	31/10/2005 RM'000	31/10/2006 RM'000	31/10/2005 RM'000
Revenue	69,108	59,620	185,242	166,302
Cost of sales	<u>(55,422)</u>	<u>(48,970)</u>	<u>(156,325)</u>	<u>(144,831)</u>
Gross profit	13,686	10,650	28,917	21,471
Other income	296	347	2,758	1,345
Operating expenses	(4,845)	(3,097)	(11,403)	(8,548)
Gain on disposal of subsidiary company	-	-	75	-
Finance costs	<u>(329)</u>	<u>(538)</u>	<u>(1,102)</u>	<u>(2,250)</u>
Profit before tax	8,808	7,362	19,245	12,018
Tax expenses	<u>(2,214)</u>	<u>(2,149)</u>	<u>(4,479)</u>	<u>(3,462)</u>
Profit for the period	<u><u>6,594</u></u>	<u><u>5,213</u></u>	<u><u>14,766</u></u>	<u><u>8,556</u></u>
Attributable to :				
Equity holders of the parent	6,234	5,160	15,036	9,183
Minority interests	<u>360</u>	<u>53</u>	<u>(270)</u>	<u>(627)</u>
	<u><u>6,594</u></u>	<u><u>5,213</u></u>	<u><u>14,766</u></u>	<u><u>8,556</u></u>
Earnings per share (sen) :				
- Basic	3.64	3.02	8.79	6.04
- Diluted	2.90	2.41	7.00	4.71
Dividends per share (sen)	-	-	3.00	3.00

(The Unaudited Condensed Consolidated Income Statement should be read in conjunction with the Annual Financial Report for the financial year ended 31 January 2006)

KIM LOONG RESOURCES BERHAD

(Company Number : 22703-K)

UNAUDITED CONDENSED CONSOLIDATED BALANCE SHEET

	AS AT CURRENT QUARTER ENDED 31/10/2006 RM'000	AS AT PRECEDING FINANCIAL YEAR ENDED 31/01/2006 RM'000 (Restated)
ASSETS		
Non-current assets		
Property, plant and equipment	269,565	265,808
Biological assets	65,392	66,698
Quoted investments	1,919	6,134
Development expenditure	849	531
Goodwill on consolidation	-	1,154
Deferred tax assets	206	202
	<u>337,931</u>	<u>340,527</u>
Current assets		
Inventories	11,401	9,071
Receivables	18,075	10,810
Tax recoverable	1,007	1,330
Cash and bank balances	32,364	32,747
	<u>62,847</u>	<u>53,958</u>
TOTAL ASSETS	<u><u>400,778</u></u>	<u><u>394,485</u></u>
EQUITY AND LIABILITIES		
Equity attributable to equity holders of the parent		
Share capital	171,097	170,864
Share premium	35,209	35,154
Revaluation reserve	45,348	45,981
Reserve on consolidation	-	11,352
Other reserve	83	-
Retained profits	54,261	34,911
	<u>305,998</u>	<u>298,262</u>
Minority interests	9,597	8,779
Total equity	<u>315,595</u>	<u>307,041</u>
Non-current liabilities		
Interest bearing borrowings (secured)	13,112	16,923
Other borrowings	8,286	9,900
Deferred tax	33,577	35,037
	<u>54,975</u>	<u>61,860</u>
Current liabilities		
Payables	15,217	11,279
Interest bearing borrowings (secured)	10,589	14,116
Dividend payable	3,698	-
Tax payable	704	189
	<u>30,208</u>	<u>25,584</u>
Total liabilities	<u>85,183</u>	<u>87,444</u>
TOTAL EQUITY AND LIABILITIES	<u><u>400,778</u></u>	<u><u>394,485</u></u>
Net assets per share attributable to ordinary equity holders of the parent (RM)	1.79	1.75

(The Unaudited Condensed Consolidated Balance Sheet should be read in conjunction with the Annual Financial Report for the financial year ended 31 January 2006)

KIM LOONG RESOURCES BERHAD

(Incorporated in Malaysia)

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	Attributable to equity holders of the parent						Minority interests	Total equity	
	Non-distributable				Distributable				
	Share capital	Share premium	Reserve on consolidation	Revaluation reserve	Other reserve	Retained profits			Sub-total
RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	
9 months ended									
31 October 2006									
Balance as at 1 February 2006	170,864	35,154	11,352	45,981	-	35,381	298,732	8,779	307,511
Prior year adjustments :									
Effects of adopting FRS 3 on goodwill on consolidation	-	-	-	-	-	(470)	(470)	-	(470)
As restated	170,864	35,154	11,352	45,981	-	34,911	298,262	8,779	307,041
Effect of adopting FRS 3 on reserve on consolidation	-	-	(11,352)	-	-	11,352	-	-	-
Realisation of revaluation reserve	-	-	-	(1,583)	-	1,583	-	-	-
Prior year over provision of deferred tax on revaluation surplus	-	-	-	950	-	-	950	-	950
Net income recognised directly in equity	-	-	-	(633)	-	1,583	950	-	950
Profit/(loss) for the period	-	-	-	-	-	15,036	15,036	(270)	14,766
Total recognised income and expenses for the period	-	-	-	(633)	-	16,619	15,986	(270)	15,716
Dividends distributed to equity holders	-	-	-	-	-	(8,621)	(8,621)	(216)	(8,837)
Issuance of shares	233	34	-	-	-	-	267	-	267
Share-based payment under ESOS	-	-	-	-	104	-	104	-	104
Transfer of reserve arising from exercise of ESOS	-	21	-	-	(21)	-	-	-	-
Minority interests' share of losses set off against their advances	-	-	-	-	-	-	-	1,614	1,614
Pre-acquisition profit acquired from minority interests	-	-	-	-	-	-	-	(310)	(310)
Balance as at 31 October 2006	171,097	35,209	-	45,348	83	54,261	305,998	9,597	315,595

KIM LOONG RESOURCES BERHAD

(Incorporated in Malaysia)

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	Attributable to equity holders of the parent						Minority interests	Total equity	
	Non-distributable					Distributable			
	Share capital	Share premium	Reserve on consolidation	Revaluation reserve	Other reserve	Retained profits			Sub-total
RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	
9 months ended									
<u>31 October 2005</u>									
Balance as at 1 February 2005	106,750	29,743	11,352	46,793	-	29,955	224,593	7,485	232,078
Prior year adjustments :									
Effects of adopting FRS 3 on goodwill on consolidation	-	-	-	-	-	(470)	(470)	-	(470)
As restated	106,750	29,743	11,352	46,793	-	29,485	224,123	7,485	231,608
Realisation of revaluation reserve	-	-	-	(609)	-	609	-	-	-
Net income recognised directly in equity	-	-	-	(609)	-	609	-	-	-
Profit/(loss) for the period	-	-	-	-	-	9,183	9,183	(627)	8,556
Total recognised income and expenses for the period	-	-	-	(609)	-	9,792	9,183	(627)	8,556
Dividends distributed to equity holders	-	-	-	-	-	(6,767)	(6,767)	-	(6,767)
Issuance of shares	64,114	6,413	-	-	-	-	70,527	120	70,647
Expenses pertaining to Rights Issue and ESOS	-	(1,002)	-	-	-	-	(1,002)	-	(1,002)
Minority interests' share of losses set off against their advances	-	-	-	-	-	-	-	1,553	1,553
Balance as at 31 October 2005	170,864	35,154	11,352	46,184	-	32,510	296,064	8,531	304,595

(The Unaudited Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Annual Financial Report for the financial year ended 31 January 2006)

KIM LOONG RESOURCES BERHAD

(Company Number : 22703-K)

UNAUDITED CONDENSED CONSOLIDATED CASH FLOW STATEMENT

	9 months ended 31/10/2006 RM'000	9 months ended 31/10/2005 RM'000
Net cash from operating activities	18,785	12,991
Net cash used in investing activities	(6,412)	(11,675)
Net cash (used in)/from financing activities	(12,859)	32,326
Net (decrease)/increase in cash and cash equivalents	(486)	33,642
Cash and cash equivalents at beginning of period	30,729	1,948
Cash and cash equivalents at end of period (Note a)	<u>30,243</u>	<u>35,590</u>
<u>Note a : Cash and cash equivalents at end of period</u>		
Cash and bank balances	32,364	38,399
Bank overdrafts	(2,121)	(2,809)
	<u>30,243</u>	<u>35,590</u>

(The Unaudited Condensed Consolidated Cash Flow Statement should be read in conjunction with the Annual Financial Report for the financial year ended 31 January 2006)