

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
	31/07/2007 RM'000	31/07/2006 RM'000	31/07/2007 RM'000	31/07/2006 RM'000
Revenue	111,174	63,881	179,138	116,134
Cost of sales	<u>(89,697)</u>	<u>(55,568)</u>	<u>(149,050)</u>	<u>(100,903)</u>
Gross profit	21,477	8,313	30,088	15,231
Other income	1,202	180	1,604	2,462
Operating expenses	(3,922)	(3,340)	(6,957)	(6,558)
Gain on disposal of subsidiary company	-	-	-	75
Finance costs	<u>(236)</u>	<u>(369)</u>	<u>(476)</u>	<u>(773)</u>
Profit before tax	18,521	4,784	24,259	10,437
Tax expenses	<u>(4,557)</u>	<u>(1,217)</u>	<u>(5,780)</u>	<u>(2,265)</u>
Profit for the period	<u>13,964</u>	<u>3,567</u>	<u>18,479</u>	<u>8,172</u>
Attributable to :				
Equity holders of the Company	11,782	4,159	16,332	8,802
Minority interests	<u>2,182</u>	<u>(592)</u>	<u>2,147</u>	<u>(630)</u>
	<u>13,964</u>	<u>3,567</u>	<u>18,479</u>	<u>8,172</u>
Earnings per share (sen) :				
- Basic	6.71	2.43	9.44	5.15
- Diluted	5.85	1.94	8.32	4.10
Dividends per share (sen)	3.00	3.00	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 2007)

KIM LOONG RESOURCES BERHAD

(Company Number : 22703-K)

UNAUDITED CONDENSED CONSOLIDATED BALANCE SHEET

	AS AT CURRENT QUARTER ENDED 31/07/2007 RM'000	AS AT PRECEDING FINANCIAL YEAR ENDED 31/01/2007 RM'000 (Restated)
ASSETS		
Non-current assets		
Property, plant and equipment	107,329	103,601
Biological assets	65,418	65,360
Prepaid land lease payments	167,808	168,994
Quoted investments	178	2,212
Development expenditure	1,444	1,031
Deferred tax assets	350	270
	342,527	341,468
Current assets		
Inventories	15,663	10,663
Receivables	21,002	13,634
Tax recoverable	211	638
Deposits with licensed banks and other financial institution	48,119	27,325
Cash and bank balances	12,332	12,504
	97,327	64,764
TOTAL ASSETS	439,854	406,232
EQUITY AND LIABILITIES		
Equity attributable to equity holders of the Company		
Share capital	174,836	171,459
Share premium	36,055	35,284
Revaluation reserve	45,899	45,197
Other reserve	-	64
Retained profits	69,702	61,883
	326,492	313,887
Minority interests	12,080	10,151
Total equity	338,572	324,038
Non-current liabilities		
Interest bearing borrowings (secured)	10,145	12,669
Other borrowings	7,461	7,575
Deferred tax liabilities	33,998	33,935
	51,604	54,179
Current liabilities		
Payables	27,925	18,018
Interest bearing borrowings (secured)	9,125	8,833
Dividend payable	8,918	-
Tax payable	3,710	1,164
	49,678	28,015
Total liabilities	101,282	82,194
TOTAL EQUITY AND LIABILITIES	439,854	406,232
Net assets per share attributable to ordinary equity holders of the Company (RM)	1.87	1.83

(The Unaudited Condensed Consolidated Balance Sheet should be read in conjunction with the Annual Financial Report for the financial year ended 31 January 2007)

KIM LOONG RESOURCES BERHAD

(Incorporated in Malaysia)

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	Attributable to equity holders of the Company						Minority interests	Total equity	
	Non-distributable			Distributable					
	Share capital	Share premium	Reserve on consolidation	Revaluation reserve	Other reserve	Retained profits			Total
RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	
6 months ended									
31 July 2007									
Balance as at 1 February 2007	171,459	35,284	-	45,197	64	61,883	313,887	10,151	324,038
Realisation of revaluation surplus, net of tax	-	-	-	(405)	-	405	-	-	-
Prior year over provision of deferred tax on revaluation surplus	-	-	-	326	-	-	326	-	326
Reduction in deferred tax arising from change in tax rate	-	-	-	781	-	-	781	106	887
Share-based payment under ESOS	-	-	-	-	202	-	202	-	202
Transfer of reserve arising from exercise of ESOS	-	266	-	-	(266)	-	-	-	-
Income and expenses recognised directly in equity	-	266	-	702	(64)	405	1,309	106	1,415
Profit for the period	-	-	-	-	-	16,332	16,332	2,147	18,479
Total recognised income and expenses for the period	-	266	-	702	(64)	16,737	17,641	2,253	19,894
Dividends distributed to equity holders	-	-	-	-	-	(8,918)	(8,918)	(438)	(9,356)
Issuance of shares	3,377	505	-	-	-	-	3,882	-	3,882
Minority interests' share of loss set off against their advances	-	-	-	-	-	-	-	114	114
Pre-acquisition profit acquired from minority interests	-	-	-	-	-	-	-	-	-
Balance as at 31 July 2007	174,836	36,055	-	45,899	-	69,702	326,492	12,080	338,572

KIM LOONG RESOURCES BERHAD

(Incorporated in Malaysia)

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	Attributable to equity holders of the Company						Minority interests	Total equity	
	Non-distributable			Distributable					
	Share capital	Share premium	Reserve on consolidation	Revaluation reserve	Other reserve	Retained profits			Total
RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000		
6 months ended									
31 July 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 surplus, net of tax	-	-	-	(406)	-	406	-	-	-
Share-based payment under ESOS	-	-	-	-	87	-	87	-	87
Transfer of reserve arising from exercise of ESOS	-	12	-	-	(12)	-	-	-	-
Income and expenses recognised directly in equity	-	12	-	(406)	75	406	87	-	87
Profit for the period	-	-	-	-	-	8,802	8,802	(630)	8,172
Total recognised income and expenses for the period	-	12	-	(406)	75	9,208	8,889	(630)	8,259
Dividends distributed to equity holders	-	-	-	-	-	(4,923)	(4,923)	-	(4,923)
Issuance of shares	108	15	-	-	-	-	123	-	123
Minority interests' share of loss set off against their advances	-	-	-	-	-	-	-	1,465	1,465
Balance as at 31 July 2006	170,972	35,181	-	45,575	75	50,548	302,351	9,614	311,965

(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 2007)

KIM LOONG RESOURCES BERHAD

(Company Number : 22703-K)

UNAUDITED CONDENSED CONSOLIDATED CASH FLOW STATEMENT

	6 months ended 31/07/2007 RM'000	6 months ended 31/07/2006 RM'000
Net cash from operating activities	26,875	10,727
Net cash used in investing activities	(7,465)	(2,246)
Net cash from/(used in) financing activities	1,131	(4,716)
Net increase in cash and cash equivalents	20,541	3,765
Cash and cash equivalents at beginning of period	38,750	30,729
Cash and cash equivalents at end of period (Note a)	<u>59,291</u>	<u>34,494</u>
<u>Note a : Cash and cash equivalents at end of period</u>		
Cash and bank balances	12,332	10,327
Deposits with licensed banks and other financial institution	48,119	25,120
Bank overdrafts	(1,160)	(953)
	<u>59,291</u>	<u>34,494</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 2007)