

**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
	31/10/2007 RM'000	31/10/2006 RM'000	31/10/2007 RM'000	31/10/2006 RM'000
Revenue	140,381	69,108	319,519	185,242
Cost of sales	<u>(105,449)</u>	<u>(55,422)</u>	<u>(254,499)</u>	<u>(156,325)</u>
Gross profit	34,932	13,686	65,020	28,917
Other income	627	296	2,231	2,758
Operating expenses	(4,297)	(4,845)	(11,254)	(11,403)
Gain on disposal of subsidiary company	-	-	-	75
Finance costs	<u>(208)</u>	<u>(329)</u>	<u>(684)</u>	<u>(1,102)</u>
<b>Profit before tax</b>	31,054	8,808	55,313	19,245
Tax expenses	<u>(7,684)</u>	<u>(2,214)</u>	<u>(13,464)</u>	<u>(4,479)</u>
<b>Profit for the period</b>	<u>23,370</u>	<u>6,594</u>	<u>41,849</u>	<u>14,766</u>
Attributable to :				
Equity holders of the Company	18,974	6,234	35,306	15,036
Minority interests	<u>4,396</u>	<u>360</u>	<u>6,543</u>	<u>(270)</u>
	<u>23,370</u>	<u>6,594</u>	<u>41,849</u>	<u>14,766</u>
<b>Earnings per share (sen) :</b>				
- Basic	9.38	3.64	19.31	8.79
- Diluted	9.05	2.90	18.63	7.00
<b>Dividends per share (sen)</b>	10.00	-	13.00	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**

	<b>AS AT CURRENT QUARTER ENDED 31/10/2007 RM'000</b>	<b>AS AT PRECEDING FINANCIAL YEAR ENDED 31/01/2007 RM'000 (Restated)</b>
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	116,033	103,601
Biological assets	65,319	65,360
Prepaid land lease payments	167,215	168,994
Quoted investments	63	2,212
Development expenditure	1,573	1,031
Deferred tax assets	399	270
	350,602	341,468
<b>Current assets</b>		
Inventories	14,767	10,663
Receivables	26,975	13,634
Tax recoverable	336	638
Deposits with licensed banks and other financial institution	85,271	27,325
Cash and bank balances	11,244	12,504
	138,593	64,764
<b>TOTAL ASSETS</b>	489,195	406,232
<b>EQUITY AND LIABILITIES</b>		
<b>Equity attributable to equity holders of the Company</b>		
Share capital	206,732	171,459
Share premium	36,146	35,284
Revaluation reserve	45,316	45,197
Other reserve	-	64
Retained profits	88,885	61,883
	377,079	313,887
Minority interests	14,326	10,151
<b>Total equity</b>	391,405	324,038
<b>Non-current liabilities</b>		
Interest bearing borrowings (secured)	8,842	12,669
Other borrowings	9,209	7,575
Deferred tax liabilities	37,302	33,935
	55,353	54,179
<b>Current liabilities</b>		
Payables	29,422	18,018
Interest bearing borrowings (secured)	9,220	8,833
Tax payable	3,795	1,164
	42,437	28,015
<b>Total liabilities</b>	97,790	82,194
<b>TOTAL EQUITY AND LIABILITIES</b>	489,195	406,232
<b>Net assets per share attributable to ordinary equity holders of the Company (RM)</b>	1.82	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		
<b>9 months ended</b>									
<b>31 October 2007</b>									
<b>Balance as at 1 February 2007</b>	171,459	35,284	-	45,197	64	61,883	313,887	10,151	324,038
Realisation of revaluation surplus, net of tax	-	-	-	(614)	-	614	-	-	-
Prior year over provision of deferred tax on revaluation surplus	-	-	-	163	-	-	163	-	163
Reduction in deferred tax arising from change in tax rate	-	-	-	570	-	-	570	104	674
Share-based payment under ESOS	-	-	-	-	236	-	236	-	236
Transfer of reserve arising from exercise of ESOS	-	300	-	-	(300)	-	-	-	-
Income and expenses recognised directly in equity	-	300	-	119	(64)	614	969	104	1,073
Profit for the period	-	-	-	-	-	35,306	35,306	6,543	41,849
Total recognised income and expenses for the period	-	300	-	119	(64)	35,920	36,275	6,647	42,922
Dividends distributed to equity holders	-	-	-	-	-	(8,918)	(8,918)	(438)	(9,356)
Issuance of shares	35,273	562	-	-	-	-	35,835	-	35,835
Recovery of advances by minority interests from set off against losses previously	-	-	-	-	-	-	-	(2,034)	(2,034)
Pre-acquisition profit acquired from minority interests	-	-	-	-	-	-	-	-	-
<b>Balance as at 31 October 2007</b>	<b>206,732</b>	<b>36,146</b>	<b>-</b>	<b>45,316</b>	<b>-</b>	<b>88,885</b>	<b>377,079</b>	<b>14,326</b>	<b>391,405</b>

**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		
<b>9 months ended</b>									
<b><u>31 October 2006</u></b>									
<b>Balance as at 1 February 2006</b>	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	-	-	-	(1,583)	-	1,583	-	-	-
Prior year over provision of deferred tax on revaluation surplus	-	-	-	950	-	-	950	-	950
Share-based payment under ESOS	-	-	-	-	104	-	104	-	104
Transfer of reserve arising from exercise of ESOS	-	21	-	-	(21)	-	-	-	-
Income and expenses recognised directly in equity	-	21	-	(633)	83	1,583	1,054	-	1,054
Profit for the period	-	-	-	-	-	15,036	15,036	(270)	14,766
Total recognised income and expenses for the period	-	21	-	(633)	83	16,619	16,090	(270)	15,820
Dividends distributed to equity holders	-	-	-	-	-	(8,621)	(8,621)	(216)	(8,837)
Issuance of shares	233	34	-	-	-	-	267	-	267
Minority interests' share of loss set off against their advances	-	-	-	-	-	-	-	1,614	1,614
Acquisition of additional interests in subsidiary company	-	-	-	-	-	-	-	(310)	(310)
<b>Balance as at 31 October 2006</b>	<b>171,097</b>	<b>35,209</b>	<b>-</b>	<b>45,348</b>	<b>83</b>	<b>54,261</b>	<b>305,998</b>	<b>9,597</b>	<b>315,595</b>

(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**

	<b>9 months ended 31/10/2007 RM'000</b>	<b>9 months ended 31/10/2006 RM'000</b>
<b>Net cash from operating activities</b>	48,490	18,785
<b>Net cash used in investing activities</b>	(14,844)	(6,412)
<b>Net cash from/(used in) financing activities</b>	22,947	(12,859)
<b>Net increase/(decrease) in cash and cash equivalents</b>	<u>56,593</u>	<u>(486)</u>
<b>Cash and cash equivalents at beginning of period</b>	38,750	30,729
<b>Cash and cash equivalents at end of period (Note a)</b>	<u><u>95,343</u></u>	<u><u>30,243</u></u>
<b><u>Note a : Cash and cash equivalents at end of period</u></b>		
Cash and bank balances	11,244	7,844
Deposits with licensed banks and other financial institution	85,271	24,520
Bank overdrafts	(1,172)	(2,121)
	<u><u>95,343</u></u>	<u><u>30,243</u></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)