

**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
	31/07/2008 RM'000	31/07/2007 RM'000	31/07/2008 RM'000	31/07/2007 RM'000
Revenue	182,107	111,174	318,393	179,138
Cost of sales	<u>(132,375)</u>	<u>(89,697)</u>	<u>(231,371)</u>	<u>(149,050)</u>
Gross profit	49,732	21,477	87,022	30,088
Other income	824	1,202	1,647	1,604
Operating expenses	(5,734)	(3,922)	(10,465)	(6,957)
Finance costs	<u>(168)</u>	<u>(236)</u>	<u>(352)</u>	<u>(476)</u>
<b>Profit before tax</b>	44,654	18,521	77,852	24,259
Tax expenses	<u>(11,312)</u>	<u>(4,557)</u>	<u>(18,938)</u>	<u>(5,780)</u>
<b>Profit for the period</b>	<u><u>33,342</u></u>	<u><u>13,964</u></u>	<u><u>58,914</u></u>	<u><u>18,479</u></u>
Attributable to :				
Equity holders of the Company	27,735	11,782	48,737	16,332
Minority interests	<u>5,607</u>	<u>2,182</u>	<u>10,177</u>	<u>2,147</u>
	<u><u>33,342</u></u>	<u><u>13,964</u></u>	<u><u>58,914</u></u>	<u><u>18,479</u></u>
<b>Earnings per share (sen) :</b>				
- Basic	12.92	6.71	22.91	9.44
- Diluted	12.72	5.85	22.57	8.32
<b>Dividends per share (sen)</b>	33.00	3.00	33.00	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 2008)

**KIM LOONG RESOURCES BERHAD**

(Company Number : 22703-K)

**UNAUDITED CONDENSED CONSOLIDATED BALANCE SHEET**

	<b>AS AT CURRENT QUARTER ENDED 31/07/2008 RM'000</b>	<b>AS AT PRECEDING FINANCIAL YEAR ENDED 31/01/2008 RM'000 (Restated)</b>
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	134,301	121,916
Biological assets	65,267	64,929
Prepaid land lease payments	165,435	166,622
Quoted investments	56	56
Development expenditure	1,377	1,532
Deferred tax assets	766	927
	367,202	355,982
<b>Current assets</b>		
Inventories	30,658	15,218
Receivables	36,842	29,263
Tax recoverable	23	225
Deposits with licensed banks and other financial institution	96,964	82,949
Cash and bank balances	17,551	18,694
	182,038	146,349
<b>TOTAL ASSETS</b>	549,240	502,331
<b>EQUITY AND LIABILITIES</b>		
<b>Equity attributable to equity holders of the Company</b>		
Share capital	215,449	209,957
Share premium	36,872	36,263
Revaluation reserve	44,779	44,785
Retained profits	99,072	94,918
	396,172	385,923
Minority interests	23,177	16,066
<b>Total equity</b>	419,349	401,989
<b>Non-current liabilities</b>		
Interest bearing borrowings (secured)	4,931	7,538
Other borrowings	14,077	12,144
Deferred tax liabilities	41,747	38,541
	60,755	58,223
<b>Current liabilities</b>		
Payables	37,121	28,309
Interest bearing borrowings (secured)	9,615	9,651
Dividend payable	8,569	-
Tax payable	13,831	4,159
	69,136	42,119
<b>Total liabilities</b>	129,891	100,342
<b>TOTAL EQUITY AND LIABILITIES</b>	549,240	502,331
<b>Net assets per share attributable to ordinary equity holders of the Company (RM)</b>	1.84	1.84

(The Unaudited Condensed Consolidated Balance Sheet should be read in conjunction with the Annual Financial Report for the financial year ended 31 January 2008)



**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	Revaluation reserve	Other reserve	Retained profits	Total		
RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	
<b>6 months ended</b>								
<b><u>31 July 2007</u></b>								
<b>Balance as at 1 February 2007</b>								
As previously stated	171,459	35,284	45,197	64	61,883	313,887	10,151	324,038
Prior year adjustments :								
Effects of adopting FRS 112 on deferred tax	-	-	-	-	2,704	2,704	1,159	3,863
As restated	171,459	35,284	45,197	64	64,587	316,591	11,310	327,901
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
Income and expenses recognised directly in equity	-	-	702	-	405	1,107	106	1,213
Profit for the period	-	-	-	-	16,332	16,332	2,147	18,479
Total recognised income and expenses for the period	-	-	702	-	16,737	17,439	2,253	19,692
Dividends distributed to equity holders	-	-	-	-	(8,918)	(8,918)	(438)	(9,356)
Share-based payment under ESOS	-	-	-	202	-	202	-	202
Transfer of reserve arising from exercise of ESOS	-	266	-	(266)	-	-	-	-
Issuance of shares	3,377	505	-	-	-	3,882	-	3,882
Minority interests' share of loss set off against their advances	-	-	-	-	-	-	114	114
<b>Balance as at 31 July 2007</b>	<b>174,836</b>	<b>36,055</b>	<b>45,899</b>	<b>-</b>	<b>72,406</b>	<b>329,196</b>	<b>13,239</b>	<b>342,435</b>

**KIM LOONG RESOURCES BERHAD**

(Company Number : 22703-K)

**UNAUDITED CONDENSED CONSOLIDATED CASH FLOW STATEMENT**

	<b>6 months ended 31/07/2008 RM'000</b>	<b>6 months ended 31/07/2007 RM'000</b>
<b>Net cash from operating activities</b>	74,839	26,875
<b>Net cash used in investing activities</b>	(27,616)	(7,465)
<b>Net cash (used in)/from financing activities</b>	(34,232)	1,131
	<hr/>	<hr/>
<b>Net increase in cash and cash equivalents</b>	12,991	20,541
<b>Cash and cash equivalents at beginning of period</b>	100,123	38,750
<b>Cash and cash equivalents at end of period (Note a)</b>	<hr/> <u>113,114</u>	<hr/> <u>59,291</u>

**Note a : Cash and cash equivalents at end of period**

Cash and bank balances	17,551	12,332
Deposits with licensed banks and other financial institution	96,964	48,119
Bank overdrafts	(1,401)	(1,160)
	<hr/> <u>113,114</u>	<hr/> <u>59,291</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 2008)**