

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
	31/10/2008 RM'000	31/10/2007 RM'000	31/10/2008 RM'000	31/10/2007 RM'000
Revenue	108,549	140,381	426,942	319,519
Cost of sales	<u>(90,351)</u>	<u>(105,449)</u>	<u>(321,722)</u>	<u>(254,499)</u>
Gross profit	18,198	34,932	105,220	65,020
Other income	921	627	2,568	2,231
Operating expenses	(5,572)	(4,297)	(16,037)	(11,254)
Finance costs	<u>(147)</u>	<u>(208)</u>	<u>(499)</u>	<u>(684)</u>
Profit before tax	13,400	31,054	91,252	55,313
Tax expenses	<u>(2,208)</u>	<u>(7,684)</u>	<u>(21,146)</u>	<u>(13,464)</u>
Profit for the period	<u>11,192</u>	<u>23,370</u>	<u>70,106</u>	<u>41,849</u>
Attributable to :				
Equity holders of the Company	7,923	18,974	56,660	35,306
Minority interests	<u>3,269</u>	<u>4,396</u>	<u>13,446</u>	<u>6,543</u>
	<u>11,192</u>	<u>23,370</u>	<u>70,106</u>	<u>41,849</u>
Earnings per share (sen) :				
- Basic	2.62	6.70 ^	18.89	13.79 ^
- Diluted	2.60	6.46 ^	18.69	13.31 ^
Dividends per share (sen)	-	10.00	33.00	13.00

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

^ These earnings per share have been adjusted accordingly pursuant to the completion of Bonus Issue which was on the basis of two new ordinary shares for every five existing ordinary shares.

KIM LOONG RESOURCES BERHAD

(Company Number : 22703-K)

UNAUDITED CONDENSED CONSOLIDATED BALANCE SHEET

	AS AT CURRENT QUARTER ENDED 31/10/2008 RM'000	AS AT PRECEDING FINANCIAL YEAR ENDED 31/01/2008 RM'000 (Restated)
ASSETS		
Non-current assets		
Property, plant and equipment	150,383	121,916
Biological assets	64,973	64,929
Prepaid land lease payments	164,842	166,622
Quoted investments	56	56
Development expenditure	1,299	1,532
Deferred tax assets	1,071	927
	382,624	355,982
Current assets		
Inventories	26,324	15,218
Receivables	20,256	29,263
Tax recoverable	1,101	225
Deposits with licensed banks and other financial institution	85,023	82,949
Cash and bank balances	18,538	18,694
	151,242	146,349
TOTAL ASSETS	533,866	502,331
EQUITY AND LIABILITIES		
Equity attributable to equity holders of the Company		
Share capital	302,124	209,957
Share premium	633	36,263
Revaluation reserve	44,727	44,785
Other reserve	123	-
Retained profits	34,561	94,918
	382,168	385,923
Minority interests	26,478	16,066
Total equity	408,646	401,989
Non-current liabilities		
Interest bearing borrowings (secured)	3,627	7,538
Other borrowings	13,681	12,144
Deferred tax liabilities	41,923	38,541
	59,231	58,223
Current liabilities		
Payables	26,315	28,309
Interest bearing borrowings (secured)	8,922	9,651
Dividend payable	22,659	-
Tax payable	8,093	4,159
	65,989	42,119
Total liabilities	125,220	100,342
TOTAL EQUITY AND LIABILITIES	533,866	502,331
Net assets per share attributable to ordinary equity holders of the Company (RM)	1.26	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	
9 months ended								
31 October 2008								
Balance as at 1 February 2008								
As previously stated	209,957	36,263	44,785	-	92,947	383,952	15,222	399,174
Prior year adjustments :								
Effects of adopting FRS 112 on deferred tax	-	-	-	-	1,971	1,971	844	2,815
As restated	209,957	36,263	44,785	-	94,918	385,923	16,066	401,989
Realisation of revaluation surplus, net of tax	-	-	(619)	-	619	-	-	-
Reduction in deferred tax arising from change in tax rate	-	-	561	-	-	561	103	664
Income and expenses recognised directly in equity	-	-	(58)	-	619	561	103	664
Profit for the period	-	-	-	-	56,660	56,660	13,446	70,106
Total recognised income and expenses for the period	-	-	(58)	-	57,279	57,221	13,549	70,770
Dividends	-	-	-	-	(67,651)	(67,651)	(1,200)	(68,851)
Share-based payment under ESOS	-	-	-	317	-	317	-	317
Transfer of reserve arising from exercise of ESOS	-	194	-	(194)	-	-	-	-
Issuance of shares pursuant to:								
- exercise of ESOS	1,238	475	-	-	-	1,713	-	1,713
- exercise of Warrant	4,681	-	-	-	-	4,681	-	4,681
- Bonus Issue	86,248	(36,263)	-	-	(49,985)	-	-	-
Share issuance expenses	-	(36)	-	-	-	(36)	-	(36)
Reversal of minority interests' share of losses previously set off against their advances	-	-	-	-	-	-	(1,937)	(1,937)
Balance as at 31 October 2008	302,124	633	44,727	123	34,561	382,168	26,478	408,646

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	
9 months ended								
31 October 2007								
Balance as at 1 February 2007								
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	-	-	(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
Income and expenses recognised directly in equity	-	-	119	-	614	733	104	837
Profit for the period	-	-	-	-	35,306	35,306	6,543	41,849
Total recognised income and expenses for the period	-	-	119	-	35,920	36,039	6,647	42,686
Dividends	-	-	-	-	(8,918)	(8,918)	(438)	(9,356)
Share-based payment under ESOS	-	-	-	236	-	236	-	236
Transfer of reserve arising from exercise of ESOS	-	300	-	(300)	-	-	-	-
Issuance of shares pursuant to:								
- exercise of ESOS	3,278	562	-	-	-	3,840	-	3,840
- exercise of Warrant	31,995	-	-	-	-	31,995	-	31,995
Reversal of minority interests' share of losses previously set off against their advances	-	-	-	-	-	-	(2,034)	(2,034)
Balance as at 31 October 2007	206,732	36,146	45,316	-	91,589	379,783	15,485	395,268

KIM LOONG RESOURCES BERHAD

(Company Number : 22703-K)

UNAUDITED CONDENSED CONSOLIDATED CASH FLOW STATEMENT

	9 months ended 31/10/2008 RM'000	9 months ended 31/10/2007 RM'000
Net cash from operating activities	90,058	48,490
Net cash used in investing activities	(43,599)	(14,844)
Net cash (used in)/from financing activities	(43,728)	22,947
Net increase in cash and cash equivalents	2,731	56,593
Cash and cash equivalents at beginning of period	100,123	38,750
Cash and cash equivalents at end of period (Note a)	<u>102,854</u>	<u>95,343</u>
<u>Note a : Cash and cash equivalents at end of period</u>		
Cash and bank balances	18,538	11,244
Deposits with licensed banks and other financial institution	85,023	85,271
Bank overdrafts	(707)	(1,172)
	<u>102,854</u>	<u>95,343</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)