

KIM LOONG RESOURCES BERHAD

(Company Number : 22703-K)

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	CURRENT YEAR QUARTER 31/10/2010 RM'000	PRECEDING YEAR CORRESPONDING QUARTER 31/10/2009 RM'000	CURRENT YEAR TO-DATE 31/10/2010 RM'000	PRECEDING YEAR CORRESPONDING PERIOD 31/10/2009 RM'000
Revenue	141,372	122,558	407,394	347,578
Cost of sales	<u>(108,389)</u>	<u>(95,186)</u>	<u>(325,439)</u>	<u>(273,086)</u>
Gross profit	32,983	27,372	81,955	74,492
Other income	909	597	2,763	1,680
Operating expenses	(5,383)	(4,651)	(15,224)	(13,962)
Net loss on financial liabilities	(219)	-	(219)	-
Finance costs	<u>(515)</u>	<u>(330)</u>	<u>(1,508)</u>	<u>(936)</u>
Profit before tax	27,775	22,988	67,767	61,274
Tax expenses	<u>(6,600)</u>	<u>(5,288)</u>	<u>(16,538)</u>	<u>(14,945)</u>
Profit for the period	<u>21,175</u>	<u>17,700</u>	<u>51,229</u>	<u>46,329</u>
Other comprehensive income for the period				
Fair value loss on available-for-sale financial assets	(6)	-	(3)	-
Cash flow hedge	(2,611)	-	(2,650)	-
	(2,617)	-	(2,653)	-
Total comprehensive income for the period	<u>18,558</u>	<u>17,700</u>	<u>48,576</u>	<u>46,329</u>
Profit for the period attributable to :				
Owners of the Company	17,130	14,574	42,432	36,581
Minority interests	<u>4,045</u>	<u>3,126</u>	<u>8,797</u>	<u>9,748</u>
	<u>21,175</u>	<u>17,700</u>	<u>51,229</u>	<u>46,329</u>
Total comprehensive income for the period attributable to :				
Owners of the Company	15,183	14,574	40,449	36,581
Minority interests	<u>3,375</u>	<u>3,126</u>	<u>8,127</u>	<u>9,748</u>
	<u>18,558</u>	<u>17,700</u>	<u>48,576</u>	<u>46,329</u>
Earnings per share (sen) :				
- Basic	5.62	4.80	13.94	12.07
- Diluted	5.59	4.77	13.86	12.00
Dividends per share (sen)	-	-	5.00	4.00

(The Unaudited Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Annual Financial Report for the financial year ended 31 January 2010)

KIM LOONG RESOURCES BERHAD

(Company Number : 22703-K)

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	AS AT CURRENT QUARTER ENDED 31/10/2010 RM'000	AS AT PRECEDING FINANCIAL YEAR ENDED 31/01/2010 RM'000 [Restated]
ASSETS		
Non-current assets		
Property, plant and equipment	363,746	360,996
Biological assets	72,678	71,671
Prepaid land lease payments	2,850	2,936
Available-for-sale financial assets	39	42
Intangible assets	4,142	3,130
Deferred tax assets	3,311	3,330
	446,766	442,105
Current assets		
Inventories	18,512	32,969
Amount due from customers	-	15
Receivables	35,680	24,046
Tax recoverable	291	957
Deposits with licensed banks and other financial institution	89,220	58,366
Cash and bank balances	42,912	36,161
	186,615	152,514
TOTAL ASSETS	633,381	594,619
EQUITY AND LIABILITIES		
Equity attributable to owners of the Company		
Share capital	304,980	304,237
Reserves	140,921	117,733
	445,901	421,970
Minority interests	44,884	37,787
Total equity	490,785	459,757
Non-current liabilities		
Interest bearing borrowings (secured)	30,916	36,747
Other borrowings	11,166	12,801
Derivative financial liability	33	-
Deferred tax liabilities	43,955	44,129
	86,070	93,677
Current liabilities		
Payables	35,607	29,913
Interest bearing borrowings (secured)	11,411	8,371
Dividend payable	900	-
Derivative financial liability	2,617	-
Tax payable	5,991	2,901
	56,526	41,185
Total liabilities	142,596	134,862
TOTAL EQUITY AND LIABILITIES	633,381	594,619
Net assets per share (RM)	1.46	1.39

(The Unaudited Condensed Consolidated Statement of Financial Position should be read in conjunction with the Annual Financial Report for the financial year ended 31 January 2010)

KIM LOONG RESOURCES BERHAD

(Incorporated in Malaysia)

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	Attributable to owners of the Company							Minority interests	Total equity	
	Non-distributable				Distributable					
	Share capital	Share premium	Revaluation reserve	Fair value reserve	Hedging reserve	Other reserve	Retained profits			Total
RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	
9 months ended										
31 October 2010										
Balance as at 1 February 2010										
As previously stated	304,237	788	43,695	-	-	160	73,090	421,970	37,787	459,757
Effects of adopting FRS 139	-	-	-	-	-	-	684	684	320	1,004
As restated	304,237	788	43,695	-	-	160	73,774	422,654	38,107	460,761
Realisation of revaluation reserve to retained earnings	-	-	(619)	-	-	-	619	-	-	-
Total comprehensive income for the period	-	-	-	(3)	(1,980)	-	42,432	40,449	8,127	48,576
Transactions with owners:										
Dividends	-	-	-	-	-	-	(18,266)	(18,266)	(1,650)	(19,916)
Share-based payment under ESOS	-	-	-	-	-	148	-	148	-	148
Transfer of reserve arising from exercise of ESOS	-	107	-	-	-	(107)	-	-	-	-
Issuance of shares pursuant to:										
- exercise of ESOS	419	190	-	-	-	-	-	609	-	609
- exercise of Warrants	324	-	-	-	-	-	-	324	-	324
Issuance of shares to minority interests of subsidiary company	-	-	-	-	-	-	-	-	300	300
Share issuance expenses	-	(17)	-	-	-	-	-	(17)	-	(17)
	743	280	-	-	-	41	(18,266)	(17,202)	(1,350)	(18,552)
Balance as at 31 October 2010	304,980	1,068	43,076	(3)	(1,980)	201	98,559	445,901	44,884	490,785

KIM LOONG RESOURCES BERHAD

(Incorporated in Malaysia)

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	Attributable to owners of the Company							Minority interests	Total equity	
	Non-distributable				Distributable					
	Share capital	Share premium	Revaluation reserve	Fair value reserve	Hedging reserve	Other reserve	Retained profits			Total
RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	
9 months ended										
31 October 2009										
Balance as at 1 February 2009	302,253	623	44,521	-	-	218	43,483	391,098	27,729	418,827
Realisation of revaluation reserve to retained earnings	-	-	(619)	-	-	-	619	-	-	-
Total comprehensive income for the period	-	-	-	-	-	-	36,581	36,581	9,748	46,329
Transactions with owners:										
Dividends	-	-	-	-	-	-	(7,194)	(7,194)	(1,200)	(8,394)
Share-based payment under ESOS	-	-	-	-	-	179	-	179	-	179
Transfer of reserve arising from exercise of ESOS	-	91	-	-	-	(91)	-	-	-	-
Issuance of shares pursuant to:										
- exercise of ESOS	780	51	-	-	-	-	-	831	-	831
- exercise of Warrant	1,009	-	-	-	-	-	-	1,009	-	1,009
Share issuance expenses	-	(9)	-	-	-	-	-	(9)	-	(9)
Minority interests' share of losses set off against their advances	-	-	-	-	-	-	-	-	17	17
	1,789	133	-	-	-	88	(7,194)	(5,184)	(1,183)	(6,367)
Balance as at 31 October 2009	<u>304,042</u>	<u>756</u>	<u>43,902</u>	<u>-</u>	<u>-</u>	<u>306</u>	<u>73,489</u>	<u>422,495</u>	<u>36,294</u>	<u>458,789</u>

(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 2010)

KIM LOONG RESOURCES BERHAD

(Company Number : 22703-K)

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

	9 months ended 31/10/2010 RM'000	9 months ended 31/10/2009 RM'000
Net cash from operating activities	79,725	80,533
Net cash used in investing activities	(21,528)	(28,518)
Net cash used in financing activities	(19,747)	(3,460)
Net increase in cash and cash equivalents	38,450	48,555
Cash and cash equivalents at beginning of period	92,853	75,278
Cash and cash equivalents at end of period (Note a)	<u>131,303</u>	<u>123,833</u>

Note a : Cash and cash equivalents at end of period

Cash and bank balances	42,912	22,017
Deposits with licensed banks and other financial institution	89,220	103,482
Bank overdrafts	(829)	(1,666)
	<u>131,303</u>	<u>123,833</u>

(The Unaudited Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Annual Financial Report for the financial year ended 31 January 2010)