

KIM LOONG RESOURCES BERHAD

(Company Number : 22703-K)

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	CURRENT YEAR QUARTER 30/04/2012 RM'000	PRECEDING YEAR CORRESPONDING QUARTER 30/04/2011 RM'000	CURRENT YEAR TO-DATE 30/04/2012 RM'000	PRECEDING YEAR CORRESPONDING PERIOD 30/04/2011 RM'000
Revenue	157,762	175,150	157,762	175,150
Cost of sales	<u>(123,696)</u>	<u>(135,010)</u>	<u>(123,696)</u>	<u>(135,010)</u>
Gross profit	34,066	40,140	34,066	40,140
Other income	1,660	1,098	1,660	1,098
Operating expenses	(6,779)	(5,653)	(6,779)	(5,653)
Finance costs	<u>(342)</u>	<u>(429)</u>	<u>(342)</u>	<u>(429)</u>
Profit before tax	28,605	35,156	28,605	35,156
Tax	<u>(6,889)</u>	<u>(8,602)</u>	<u>(6,889)</u>	<u>(8,602)</u>
Profit for the period	<u>21,716</u>	<u>26,554</u>	<u>21,716</u>	<u>26,554</u>
Other comprehensive income:				
Cash flow hedge	(88)	5,119	(88)	5,119
Tax relating to other comprehensive income	22	(1,280)	22	(1,280)
Other comprehensive income for the period, net of tax	(66)	3,839	(66)	3,839
Total comprehensive income for the period	<u>21,650</u>	<u>30,393</u>	<u>21,650</u>	<u>30,393</u>
Profit for the period attributable to :				
Owners of the Company	17,390	19,906	17,390	19,906
Non-controlling interests	<u>4,326</u>	<u>6,648</u>	<u>4,326</u>	<u>6,648</u>
	<u>21,716</u>	<u>26,554</u>	<u>21,716</u>	<u>26,554</u>
Total comprehensive income for the period attributable to :				
Owners of the Company	17,349	22,818	17,349	22,818
Non-controlling interests	<u>4,301</u>	<u>7,575</u>	<u>4,301</u>	<u>7,575</u>
	<u>21,650</u>	<u>30,393</u>	<u>21,650</u>	<u>30,393</u>
Earnings per share (sen) :				
- Basic	5.66	6.52	5.66	6.52
- Diluted	5.66	6.48	5.66	6.48
Dividends per share (sen)				
	-	-	-	-

(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 2012)

KIM LOONG RESOURCES BERHAD

(Company Number : 22703-K)

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	AS AT CURRENT QUARTER ENDED 30/04/2012 RM'000	AS AT PRECEDING FINANCIAL YEAR ENDED 31/01/2012 RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	366,719	366,298
Biological assets	73,603	73,464
Land use rights	2,678	2,707
Intangible assets	65	66
Deferred tax assets	8,550	8,540
	451,615	451,075
Current assets		
Inventories	38,787	43,271
Receivables	28,502	24,732
Prepayments	8,828	8,937
Tax recoverable	1,516	971
Deposits with licensed banks and other financial institution	151,860	130,979
Cash and bank balances	58,269	57,070
	287,762	265,960
TOTAL ASSETS	739,377	717,035
EQUITY AND LIABILITIES		
Equity attributable to owners of the Company		
Share capital	308,291	306,555
Reserves	218,567	200,824
Treasury shares	(23)	(23)
	526,835	507,356
Non-controlling interests	74,163	71,180
Total equity	600,998	578,536
Non-current liabilities		
Interest bearing borrowings (secured)	25,908	26,466
Other payables	3,020	2,996
Deferred tax liabilities	47,480	47,464
	76,408	76,926
Current liabilities		
Payables and accruals	41,369	40,759
Interest bearing borrowings (secured)	12,262	12,588
Derivative financial liability	139	51
Tax payable	8,201	8,175
	61,971	61,573
Total liabilities	138,379	138,499
TOTAL EQUITY AND LIABILITIES	739,377	717,035
Net assets per share (RM)	1.71	1.66

(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 2012)

KIM LOONG RESOURCES BERHAD

(Incorporated in Malaysia)

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	Attributable to owners of the Company							Non-controlling interests	Total equity	
	Non-distributable					Distributable				
	Share capital	Share premium	Revaluation reserve	Hedging reserve	Other reserve	Retained profits	Treasury shares			Total
RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000		
3 months ended										
30 April 2012										
Balance as at 1 February 2012	306,555	1,449	42,044	(23)	325	157,029	(23)	507,356	71,180	578,536
Realisation of revaluation reserve to retained earnings	-	-	(206)	-	-	206	-	-	-	-
Total comprehensive income for the period	-	-	-	(41)	-	17,390	-	17,349	4,301	21,650
Transactions with owners:										
Dividends	-	-	-	-	-	-	-	-	(1,690)	(1,690)
Share-based payment under ESOS	-	-	-	-	63	-	-	63	-	63
Transfer of reserve arising from exercise of ESOS	-	93	-	-	(93)	-	-	-	-	-
Issuance of shares pursuant to:										
- exercise of ESOS	228	221	-	-	-	-	-	449	-	449
- exercise of Warrants	1,508	-	-	-	-	-	-	1,508	-	1,508
Dilution of interest in subsidiary company	-	-	-	-	-	121	-	121	(61)	60
Issuance of shares to non-controlling interests of subsidiary company	-	-	-	-	-	-	-	-	600	600
Expenses in relation to issuance of shares	-	(11)	-	-	-	-	-	(11)	-	(11)
Acquisition from non-controlling interests	-	-	-	-	-	-	-	-	(30)	(30)
Reversal of non-controlling interests' share of loss previously setoff against their advances	-	-	-	-	-	-	-	-	(137)	(137)
	1,736	303	-	-	(30)	121	-	2,130	(1,318)	812
Balance as at 30 April 2012	308,291	1,752	41,838	(64)	295	174,746	(23)	526,835	74,163	600,998

KIM LOONG RESOURCES BERHAD

(Incorporated in Malaysia)

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	Attributable to owners of the Company							Non-controlling interests	Total equity	
	Non-distributable					Distributable				
	Share capital	Share premium	Revaluation reserve	Hedging reserve	Other reserve	Retained profits	Treasury shares			Total
RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000		
3 months ended										
30 April 2011										
Balance as at 1 February 2011	305,287	1,355	42,870	(3,884)	130	99,385	-	445,143	46,480	491,623
Realisation of revaluation reserve to retained earnings	-	-	(207)	-	-	207	-	-	-	-
Total comprehensive income for the period	-	-	-	2,912	-	19,906	-	22,818	7,575	30,393
Transactions with owners:										
Dividends	-	-	-	-	-	-	-	-	(1,050)	(1,050)
Share-based payment under ESOS	-	-	-	-	46	-	-	46	-	46
Transfer of reserve arising from exercise of ESOS	-	16	-	-	(16)	-	-	-	-	-
Issuance of shares pursuant to:										
- exercise of ESOS	75	20	-	-	-	-	-	95	-	95
- exercise of Warrants	100	-	-	-	-	-	-	100	-	100
Expenses in relation to issuance of shares	-	(3)	-	-	-	-	-	(3)	-	(3)
Reversal of non-controlling interests' share of loss previously setoff against their advances	-	-	-	-	-	-	-	-	(3)	(3)
	175	33	-	-	30	-	-	238	(1,053)	(815)
Balance as at 30 April 2011	<u>305,462</u>	<u>1,388</u>	<u>42,663</u>	<u>(972)</u>	<u>160</u>	<u>119,498</u>	<u>-</u>	<u>468,199</u>	<u>53,002</u>	<u>521,201</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 2012)

KIM LOONG RESOURCES BERHAD

(Company Number : 22703-K)

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

	3 months ended 30/04/2012 RM'000	3 months ended 30/04/2011 RM'000
Cash flows from operating activities		
Cash receipts from customers	154,799	166,554
Rental received	11	10
Interest received	1,232	686
Cash paid to suppliers and employees	(117,921)	(127,216)
Cash generated from operations	38,121	40,034
Interest paid	(292)	(397)
Tax paid	(7,382)	(3,365)
Net cash from operating activities	30,447	36,272
Cash flows from investing activities		
Development expenditure	-	(191)
Additional investment in existing subsidiary company	(30)	-
Proceeds from disposal of interest in subsidiary company	60	-
Proceeds from disposal of property, plant and equipment	98	408
Acquisition of biological assets and property, plant and equipment	(8,135)	(3,690)
Interest paid	(167)	-
Net cash used in investing activities	(8,174)	(3,473)
Cash flows from financing activities		
Proceeds from issuance of shares	1,957	194
Proceeds from issuance of shares to non-controlling interests (NCI) in a subsidiary company	600	-
Expenses paid in relation to issuance of shares	(12)	(2)
Drawdown of bank borrowings	-	20,000
Repayments of bank borrowings	(558)	(10,251)
Other borrowings	(165)	-
Dividend paid to NCI in subsidiary companies	(1,690)	(600)
Net cash from financing activities	132	9,341
Net increase in cash and cash equivalents	22,405	42,140
Cash and cash equivalents at beginning of period	185,194	114,288
Cash and cash equivalents at end of period (Note a)	207,599	156,428
Note a : Cash and cash equivalents at end of period		
Cash and bank balances	58,269	55,115
Deposits with licensed banks and other financial institution	151,860	102,228
Bank overdrafts	(2,530)	(915)
	207,599	156,428

(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 2012)