

KIM LOONG RESOURCES BERHAD

(Company Number : 22703-K)

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	CURRENT YEAR QUARTER	PRECEDING YEAR CORRESPONDING QUARTER	CURRENT YEAR TO-DATE	PRECEDING YEAR CORRESPONDING PERIOD
	31/10/2012 RM'000	31/10/2011 RM'000	31/10/2012 RM'000	31/10/2011 RM'000
Revenue	160,962	188,325	473,208	591,003
Cost of sales	<u>(136,120)</u>	<u>(139,083)</u>	<u>(386,144)</u>	<u>(442,142)</u>
Gross profit	24,842	49,242	87,064	148,861
Other income	1,751	3,344	5,563	5,748
Operating expenses	(10,154)	(11,838)	(24,698)	(23,824)
Finance costs	<u>(294)</u>	<u>(453)</u>	<u>(962)</u>	<u>(1,447)</u>
Profit before tax	16,145	40,295	66,967	129,338
Tax	<u>(4,012)</u>	<u>(10,860)</u>	<u>(16,542)</u>	<u>(32,199)</u>
Profit for the period	<u>12,133</u>	<u>29,435</u>	<u>50,425</u>	<u>97,139</u>
Other comprehensive income:				
Cash flow hedge	<u>(2,107)</u>	<u>(408)</u>	<u>(2,945)</u>	<u>6,927</u>
Tax relating to other comprehensive income	<u>527</u>	<u>102</u>	<u>736</u>	<u>(1,732)</u>
Other comprehensive income for the period, net of tax	<u>(1,580)</u>	<u>(306)</u>	<u>(2,209)</u>	<u>5,195</u>
Total comprehensive income for the period	<u>10,553</u>	<u>29,129</u>	<u>48,216</u>	<u>102,334</u>
Profit for the period attributable to :				
Owners of the Company	8,822	23,591	39,894	76,789
Non-controlling interests	<u>3,311</u>	<u>5,844</u>	<u>10,531</u>	<u>20,350</u>
	<u>12,133</u>	<u>29,435</u>	<u>50,425</u>	<u>97,139</u>
Total comprehensive income for the period attributable to :				
Owners of the Company	7,566	23,268	38,134	80,658
Non-controlling interests	<u>2,987</u>	<u>5,861</u>	<u>10,082</u>	<u>21,676</u>
	<u>10,553</u>	<u>29,129</u>	<u>48,216</u>	<u>102,334</u>
Earnings per share (sen) :				
- Basic	2.86	7.70	12.95	25.11
- Diluted	2.86	7.68	12.95	25.02
Dividends per share (sen)	-	-	5.00	6.00

(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 2012)

KIM LOONG RESOURCES BERHAD

(Company Number : 22703-K)

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	AS AT CURRENT QUARTER ENDED 31/10/2012 RM'000	AS AT PRECEDING FINANCIAL YEAR ENDED 31/01/2012 RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	366,230	366,298
Biological assets	76,114	73,464
Land use rights	2,621	2,707
Intangible assets	147	66
Deferred tax assets	8,500	8,540
	453,612	451,075
Current assets		
Inventories	49,163	43,271
Receivables	23,047	24,732
Prepayments	13,447	8,937
Tax recoverable	4,462	971
Deposits with licensed banks and other financial institutions	127,798	130,979
Cash and bank balances	56,603	57,070
	274,520	265,960
TOTAL ASSETS	728,132	717,035
EQUITY AND LIABILITIES		
Equity attributable to owners of the Company		
Share capital	308,667	306,555
Reserves	193,637	200,824
Treasury shares	(49)	(23)
	502,255	507,356
Non-controlling interests	74,058	71,180
Total equity	576,313	578,536
Non-current liabilities		
Interest bearing borrowings (secured)	24,792	26,466
Other payables	2,274	2,996
Deferred tax liabilities	45,183	47,464
	72,249	76,926
Current liabilities		
Payables and accruals	45,139	40,759
Interest bearing borrowings (secured)	13,009	12,588
Dividend payable	15,431	-
Derivative financial liability	5,729	51
Tax payable	262	8,175
	79,570	61,573
Total liabilities	151,819	138,499
TOTAL EQUITY AND LIABILITIES	728,132	717,035
Net assets per share (RM)	1.63	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		
9 months ended										
31 October 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	-	-	(619)	-	-	619	-	-	-	-
Total comprehensive income for the period	-	-	-	(1,760)	-	39,894	-	38,134	10,082	48,216
Transactions with owners:										
Dividends	-	-	-	-	-	(46,130)	-	(46,130)	(7,890)	(54,020)
Share-based payment under ESOS	-	-	-	-	238	-	-	238	-	238
Transfer of reserve arising from exercise of ESOS	-	213	-	-	(213)	-	-	-	-	-
Issuance of shares pursuant to:										
- exercise of ESOS	604	478	-	-	-	-	-	1,082	-	1,082
- exercise of Warrants	1,508	-	-	-	-	-	-	1,508	-	1,508
Dilution of interest in subsidiary company	-	-	-	-	-	120	-	120	(60)	60
Buy-back of shares	-	-	-	-	-	-	(26)	(26)	-	(26)
Issuance of shares to non-controlling interests of subsidiary company	-	-	-	-	-	-	-	-	913	913
Expenses in relation to issuance of shares	-	(27)	-	-	-	-	-	(27)	-	(27)
Acquisition from non-controlling interests	-	-	-	-	-	-	-	-	(30)	(30)
Reversal of non-controlling interests' share of loss previously setoff against their advances	-	-	-	-	-	-	-	-	(137)	(137)
	2,112	664	-	-	25	(46,010)	(26)	(43,235)	(7,204)	(50,439)
Balance as at 31 October 2012	308,667	2,113	41,425	(1,783)	350	151,532	(49)	502,255	74,058	576,313

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		
9 months ended										
31 October 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	-	-	(620)	-	-	620	-	-	-	-
Total comprehensive income for the period	-	-	-	3,869	-	76,789	-	80,658	21,676	102,334
Transactions with owners:										
Dividends	-	-	-	-	-	(39,754)	-	(39,754)	(3,000)	(42,754)
Share-based payment under ESOS	-	-	-	-	173	-	-	173	-	173
Transfer of reserve arising from exercise of ESOS	-	26	-	-	(26)	-	-	-	-	-
Issuance of shares pursuant to:										
- exercise of ESOS	106	38	-	-	-	-	-	144	-	144
- exercise of Warrants	887	-	-	-	-	-	-	887	-	887
Expenses in relation to issuance of shares	-	(12)	-	-	-	-	-	(12)	-	(12)
Reversal of non-controlling interests' share of loss previously setoff against their advances	-	-	-	-	-	-	-	-	-	-
	993	52	-	-	147	(39,754)	-	(38,562)	(3,000)	(41,562)
Balance as at 31 October 2011	<u>306,280</u>	<u>1,407</u>	<u>42,250</u>	<u>(15)</u>	<u>277</u>	<u>137,040</u>	<u>-</u>	<u>487,239</u>	<u>65,156</u>	<u>552,395</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

	9 months ended 31/10/2012 RM'000	9 months ended 31/10/2011 RM'000
Cash flows from operating activities		
Cash receipts from customers	483,018	591,260
Rental received	35	38
Interest received	4,388	3,195
Cash paid to suppliers and employees	(398,163)	(445,894)
Cash generated from operations	89,278	148,599
Interest paid	(821)	(1,241)
Tax paid	(29,450)	(20,570)
Net cash from operating activities	59,007	126,788
Cash flows from investing activities		
Development expenditure	-	(487)
Additional investment in existing subsidiary company	(30)	-
Proceeds from disposal of interest in subsidiary company	60	-
Proceeds from disposal of property, plant and equipment	430	744
Acquisition of biological assets and property, plant and equipment	(26,010)	(17,785)
Interest paid	(549)	(246)
Net cash used in investing activities	(26,099)	(17,774)
Cash flows from financing activities		
Proceeds from issuance of shares	2,590	1,031
Proceeds from issuance of shares to non-controlling interests (NCI) in subsidiary companies	913	-
Expenses paid in relation to issuance of shares	(27)	(12)
Drawdown of bank borrowings	-	28,500
Repayments of bank borrowings	(1,674)	(20,332)
Other borrowings	(165)	(6,500)
Dividend paid to shareholders of the Company	(30,699)	(21,377)
Dividend paid to NCI in subsidiary companies	(7,890)	(3,000)
Purchase of treasury shares	(26)	-
Net cash used in financing activities	(36,978)	(21,690)
Net (decrease)/increase in cash and cash equivalents	(4,070)	87,324
Cash and cash equivalents at beginning of period	185,194	114,288
Cash and cash equivalents at end of period (Note a)	<u>181,124</u>	<u>201,612</u>
<u>Note a : Cash and cash equivalents at end of period</u>		
Cash and bank balances	56,603	69,279
Deposits with licensed banks and other financial institution	127,798	134,727
Bank overdrafts	(3,277)	(2,394)
	<u>181,124</u>	<u>201,612</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 2012)