

KIM LOONG RESOURCES BERHAD

(Company Number : 22703-K)

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	CURRENT YEAR QUARTER 31/10/2013 RM'000	PRECEDING YEAR CORRESPONDING QUARTER 31/10/2012 RM'000	CURRENT YEAR TO-DATE 31/10/2013 RM'000	PRECEDING YEAR CORRESPONDING PERIOD 31/10/2012 RM'000
Revenue	163,724	160,962	443,065	473,208
Cost of sales	<u>(135,158)</u>	<u>(136,120)</u>	<u>(360,730)</u>	<u>(386,144)</u>
Gross profit	28,566	24,842	82,335	87,064
Other income	1,923	1,751	6,006	5,563
Operating expenses	(6,629)	(10,154)	(23,305)	(24,698)
Finance costs	<u>(282)</u>	<u>(294)</u>	<u>(874)</u>	<u>(962)</u>
Profit before tax	23,578	16,145	64,162	66,967
Tax	<u>(5,216)</u>	<u>(4,012)</u>	<u>(15,424)</u>	<u>(16,542)</u>
Profit for the period	<u>18,362</u>	<u>12,133</u>	<u>48,738</u>	<u>50,425</u>
Other comprehensive income:				
Cash flow hedge	3	(2,107)	10	(2,945)
Tax relating to other comprehensive income	(1)	527	(3)	736
Other comprehensive income for the period, net of tax	2	(1,580)	7	(2,209)
Total comprehensive income for the period	<u>18,364</u>	<u>10,553</u>	<u>48,745</u>	<u>48,216</u>
Profit for the period attributable to :				
Owners of the Company	15,732	8,822	41,223	39,894
Non-controlling interests	<u>2,630</u>	<u>3,311</u>	<u>7,515</u>	<u>10,531</u>
	<u>18,362</u>	<u>12,133</u>	<u>48,738</u>	<u>50,425</u>
Total comprehensive income for the period attributable to :				
Owners of the Company	15,733	7,566	41,227	38,134
Non-controlling interests	<u>2,631</u>	<u>2,987</u>	<u>7,518</u>	<u>10,082</u>
	<u>18,364</u>	<u>10,553</u>	<u>48,745</u>	<u>48,216</u>
Earnings per share (sen) :				
- Basic	5.09	2.86	13.36	12.95
- Diluted	5.09	2.86	13.35	12.95
Dividends per share (sen)	-	-	5.00	5.00

(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 2013)

KIM LOONG RESOURCES BERHAD

(Company Number : 22703-K)

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	AS AT CURRENT QUARTER ENDED 31/10/2013 RM'000	AS AT PRECEDING FINANCIAL YEAR ENDED 31/01/2013 RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	375,258	371,360
Biological assets	80,753	78,028
Land use rights	2,506	2,593
Deferred tax assets	8,318	8,358
	466,835	460,339
Current assets		
Inventories	30,189	42,776
Receivables	31,520	26,184
Prepayments	5,905	6,635
Tax recoverable	4,534	3,166
Derivative financial asset	-	622
Deposits with licensed banks and other financial institutions	162,929	126,768
Cash and bank balances	57,246	64,137
	292,323	270,288
TOTAL ASSETS	759,158	730,627
EQUITY AND LIABILITIES		
Equity attributable to owners of the Company		
Share capital	308,856	308,667
Reserves	214,221	209,542
Treasury shares	(217)	(60)
	522,860	518,149
Non-controlling interests	74,728	77,510
Total equity	597,588	595,659
Non-current liabilities		
Interest bearing borrowings (secured)	30,550	24,234
Other payables	1,907	2,314
Deferred tax liabilities	51,111	49,254
	83,568	75,802
Current liabilities		
Payables and accruals	47,560	42,952
Interest bearing borrowings (secured)	13,789	14,229
Dividend payable	15,438	-
Derivative financial liability	85	21
Tax payable	1,130	1,964
	78,002	59,166
Total liabilities	161,570	134,968
TOTAL EQUITY AND LIABILITIES	759,158	730,627
Net assets per share (RM)	1.69	1.68

(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 2013)

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										
<u>31 October 2013</u>										
Balance as at 1 February 2013	308,667	2,110	41,218	(10)	435	165,789	(60)	518,149	77,510	595,659
Changes in equity for the period:										
Realisation of revaluation reserve to retained earnings	-	-	(619)	-	-	619	-	-	-	-
Profit or loss	-	-	-	-	-	41,223	-	41,223	7,515	48,738
Other comprehensive income	-	-	-	4	-	-	-	4	3	7
Total comprehensive income for the period	-	-	-	4	-	41,223	-	41,227	7,518	48,745
Dividends	-	-	-	-	-	(37,045)	-	(37,045)	(10,300)	(47,345)
Share-based payment under ESOS	-	-	-	-	310	-	-	310	-	310
Transfer of reserve arising from exercise of ESOS	-	65	-	-	(65)	-	-	-	-	-
Issuance of shares pursuant to: - exercise of ESOS	189	191	-	-	-	-	-	380	-	380
Buy-back of shares	-	-	-	-	-	-	(157)	(157)	-	(157)
Expenses in relation to issuance of shares	-	(4)	-	-	-	-	-	(4)	-	(4)
Total for transactions with owners	189	252	-	-	245	(37,045)	(157)	(36,516)	(10,300)	(46,816)
Balance as at 31 October 2013	<u>308,856</u>	<u>2,362</u>	<u>40,599</u>	<u>(6)</u>	<u>680</u>	<u>170,586</u>	<u>(217)</u>	<u>522,860</u>	<u>74,728</u>	<u>597,588</u>

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
Changes in equity for the period:										
Realisation of revaluation reserve to retained earnings	-	-	(619)	-	-	619	-	-	-	-
Profit or loss	-	-	-	-	-	39,894	-	39,894	10,531	50,425
Other comprehensive income	-	-	-	(1,760)	-	-	-	(1,760)	(449)	(2,209)
Total comprehensive income for the period	-	-	-	(1,760)	-	39,894	-	38,134	10,082	48,216
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	-	-	-	-	-	121	-	121	(61)	60
Issuance of shares to non-controlling interests of subsidiary company	-	-	-	-	-	-	-	-	913	913
Acquisition from non-controlling interests	-	-	-	-	-	(1)	-	(1)	(29)	(30)
Buy-back of shares	-	-	-	-	-	-	(26)	(26)	-	(26)
Expenses in relation to issuance of shares	-	(27)	-	-	-	-	-	(27)	-	(27)
Reversal of non-controlling interests' share of loss previously setoff against their advances	-	-	-	-	-	-	-	-	(137)	(137)
Total for transactions with owners	2,112	664	-	-	25	(46,010)	(26)	(43,235)	(7,204)	(50,439)
Balance as at 31 October 2012	<u>308,667</u>	<u>2,113</u>	<u>41,425</u>	<u>(1,783)</u>	<u>350</u>	<u>151,532</u>	<u>(49)</u>	<u>502,255</u>	<u>74,058</u>	<u>576,313</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 2013)

KIM LOONG RESOURCES BERHAD

(Company Number : 22703-K)

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

	9 months ended 31/10/2013 RM'000	9 months ended 31/10/2012 RM'000
Cash flows from operating activities		
Cash receipts from customers	435,231	483,018
Rental received	49	35
Interest received	4,686	4,388
Cash paid to suppliers and employees	(341,566)	(398,163)
Cash generated from operations	98,400	89,278
Interest paid	(736)	(821)
Tax paid	(15,731)	(29,450)
Net cash from operating activities	81,933	59,007
Cash flows from investing activities		
Additional investment in existing subsidiary company	-	(30)
Proceeds from disposal of interest in subsidiary company	-	60
Proceeds from disposal of property, plant and equipment	426	430
Acquisition of biological assets and property, plant and equipment	(26,493)	(26,010)
Interest paid	(785)	(549)
Net cash used in investing activities	(26,852)	(26,099)
Cash flows from financing activities		
Proceeds from issuance of shares	380	2,590
Proceeds from issuance of shares to non-controlling interests (NCI) in subsidiary companies	-	913
Expenses paid in relation to issuance of shares	(4)	(27)
Drawdown of bank borrowings	10,000	-
Repayments of bank borrowings	(1,674)	(1,674)
Other borrowings	-	(165)
Dividend paid to shareholders of the Company	(21,607)	(30,699)
Dividend paid to NCI in subsidiary companies	(10,300)	(7,890)
Purchase of treasury shares	(157)	(26)
Net cash used in financing activities	(23,362)	(36,978)
Net increase/(decrease) in cash and cash equivalents	31,719	(4,070)
Cash and cash equivalents at beginning of period	186,409	185,194
Cash and cash equivalents at end of period (Note a)	218,128	181,124
Note a : Cash and cash equivalents at end of period		
Cash and bank balances	57,246	56,603
Deposits with licensed banks and other financial institution	162,929	127,798
Bank overdrafts	(2,047)	(3,277)
	218,128	181,124

(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 2013)