

**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
	31/01/2014 RM'000	31/01/2013 RM'000	31/01/2014 RM'000	31/01/2013 RM'000
Revenue	197,419	164,030	640,484	637,238
Cost of sales	<u>(155,135)</u>	<u>(122,126)</u>	<u>(515,865)</u>	<u>(508,270)</u>
Gross profit	42,284	41,904	124,619	128,968
Other income	1,999	1,777	8,005	7,340
Operating expenses	(12,592)	(15,845)	(35,897)	(40,543)
Finance costs	<u>(254)</u>	<u>(249)</u>	<u>(1,128)</u>	<u>(1,211)</u>
Profit before tax	31,437	27,587	95,599	94,554
Tax	<u>(6,534)</u>	<u>(9,492)</u>	<u>(21,958)</u>	<u>(26,034)</u>
<b>Profit for the period</b>	<u>24,903</u>	<u>18,095</u>	<u>73,641</u>	<u>68,520</u>
<b>Other comprehensive income:</b>				
Cash flow hedge	6	2,975	16	30
Tax relating to other comprehensive income	(1)	(744)	(4)	(8)
<b>Other comprehensive income for the period, net of tax</b>	5	2,231	12	22
<b>Total comprehensive income for the period</b>	<u>24,908</u>	<u>20,326</u>	<u>73,653</u>	<u>68,542</u>
<b>Profit for the period attributable to :</b>				
Owners of the Company	20,118	14,051	61,341	53,945
Non-controlling interests	<u>4,785</u>	<u>4,044</u>	<u>12,300</u>	<u>14,575</u>
	<u>24,903</u>	<u>18,095</u>	<u>73,641</u>	<u>68,520</u>
<b>Total comprehensive income for the period attributable to :</b>				
Owners of the Company	20,121	15,824	61,348	53,958
Non-controlling interests	<u>4,787</u>	<u>4,502</u>	<u>12,305</u>	<u>14,584</u>
	<u>24,908</u>	<u>20,326</u>	<u>73,653</u>	<u>68,542</u>
<b>Earnings per share (sen) :</b>				
- Basic	6.52	4.55	19.88	17.50
- Diluted	6.51	4.55	19.87	17.50
<b>Dividends per share (sen)</b>	8.00	7.00	13.00	12.00

(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**

	<b>AS AT CURRENT QUARTER ENDED 31/01/2014 RM'000</b>	<b>AS AT PRECEDING FINANCIAL YEAR ENDED 31/01/2013 RM'000</b>
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	375,418	371,360
Biological assets	82,703	78,028
Land use rights	2,478	2,593
Deferred tax assets	10,731	8,358
	471,330	460,339
<b>Current assets</b>		
Inventories	36,870	42,776
Receivables	17,966	26,184
Prepayments	6,686	6,635
Tax recoverable	433	3,166
Derivative financial asset	-	622
Deposits with licensed banks and other financial institutions	184,828	126,768
Cash and bank balances	44,935	64,137
	291,718	270,288
<b>TOTAL ASSETS</b>	<b>763,048</b>	<b>730,627</b>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity attributable to owners of the Company</b>		
Share capital	308,958	308,667
Reserves	234,563	209,542
Treasury shares	(503)	(60)
	543,018	518,149
Non-controlling interests	75,535	77,510
<b>Total equity</b>	<b>618,553</b>	<b>595,659</b>
<b>Non-current liabilities</b>		
Interest bearing borrowings (secured)	30,652	24,234
Other payables	1,939	2,314
Deferred tax liabilities	51,574	49,254
	84,165	75,802
<b>Current liabilities</b>		
Payables and accruals	36,443	42,952
Interest bearing borrowings (secured)	19,902	14,229
Derivative financial liability	6	21
Tax payable	3,979	1,964
	60,330	59,166
<b>Total liabilities</b>	<b>144,495</b>	<b>134,968</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>763,048</b>	<b>730,627</b>
<b>Net assets per share (RM)</b>	<b>1.76</b>	<b>1.68</b>

(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		
<b>Year ended</b>										
<b><u>31 January 2014</u></b>										
<b>Balance as at 1 February 2013</b>	308,667	2,110	41,219	(10)	434	165,789	(60)	518,149	77,510	595,659
<b>Changes in equity for the year:</b>										
Realisation of revaluation reserve to retained earnings	-	-	(826)	-	-	826	-	-	-	-
Profit or loss	-	-	-	-	-	61,341	-	61,341	12,300	73,641
Other comprehensive income	-	-	-	7	-	-	-	7	5	12
<b>Total comprehensive income for the year</b>	-	-	-	7	-	61,341	-	61,348	12,305	73,653
Dividends	-	-	-	-	-	(37,045)	-	(37,045)	(14,280)	(51,325)
Share-based payment under ESOS	-	-	-	-	423	-	-	423	-	423
Transfer of reserve arising from exercise of ESOS	-	97	-	-	(97)	-	-	-	-	-
Issuance of shares pursuant to: - exercise of ESOS	291	304	-	-	-	-	-	595	-	595
Buy-back of shares	-	-	-	-	-	-	(443)	(443)	-	(443)
Expenses in relation to issuance of shares	-	(9)	-	-	-	-	-	(9)	-	(9)
<b>Total for transactions with owners</b>	291	392	-	-	326	(37,045)	(443)	(36,479)	(14,280)	(50,759)
<b>Balance as at 31 January 2014</b>	<u>308,958</u>	<u>2,502</u>	<u>40,393</u>	<u>(3)</u>	<u>760</u>	<u>190,911</u>	<u>(503)</u>	<u>543,018</u>	<u>75,535</u>	<u>618,553</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		
<b>Year ended</b>										
<b>31 January 2013</b>										
<b>Balance as at 1 February 2012</b>	306,555	1,449	42,044	(23)	325	157,029	(23)	507,356	71,180	578,536
<b>Changes in equity for the year:</b>										
Realisation of revaluation reserve to retained earnings	-	-	(825)	-	-	825	-	-	-	-
Profit or loss	-	-	-	-	-	53,945	-	53,945	14,575	68,520
Other comprehensive income	-	-	-	13	-	-	-	13	9	22
<b>Total comprehensive income for the year</b>	-	-	-	13	-	53,945	-	53,958	14,584	68,542
Dividends	-	-	-	-	-	(46,130)	-	(46,130)	(8,940)	(55,070)
Share-based payment under ESOS	-	-	-	-	322	-	-	322	-	322
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	-	-	-	-	-	-	(37)	(37)	-	(37)
Expenses in relation to issuance of shares	-	(30)	-	-	-	-	-	(30)	-	(30)
Reversal of non-controlling interests' share of loss previously setoff against their advances	-	-	-	-	-	-	-	-	(137)	(137)
<b>Total for transactions with owners</b>	2,112	661	-	-	109	(46,010)	(37)	(43,165)	(8,254)	(51,419)
<b>Balance as at 31 January 2013</b>	<u>308,667</u>	<u>2,110</u>	<u>41,219</u>	<u>(10)</u>	<u>434</u>	<u>165,789</u>	<u>(60)</u>	<u>518,149</u>	<u>77,510</u>	<u>595,659</u>

**KIM LOONG RESOURCES BERHAD**

(Company Number : 22703-K)

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS**

	Year ended 31/01/2014 RM'000	Year ended 31/01/2013 RM'000
<b>Cash flows from operating activities</b>		
Cash receipts from customers	645,116	640,927
Rental received	77	46
Interest received	6,337	5,745
Cash paid to suppliers and employees	(518,932)	(524,646)
Cash generated from operations	132,598	122,072
Interest paid	(970)	(1,049)
Tax paid	(17,266)	(32,477)
Net cash from operating activities	114,362	88,546
<b>Cash flows from investing activities</b>		
Intangible assets	-	(92)
Additional investment in existing subsidiary company	-	(30)
Proceeds from disposal of interest in subsidiary company	-	60
Proceeds from disposal of property, plant and equipment	540	498
Acquisition of biological assets and property, plant and equipment	(35,868)	(32,964)
Interest paid	(1,086)	(772)
Net cash used in investing activities	(36,414)	(33,300)
<b>Cash flows from financing activities</b>		
Proceeds from issuance of shares	595	2,590
Proceeds from issuance of shares to non-controlling interests (NCI) in subsidiary companies	-	913
Expenses paid in relation to issuance of shares	(9)	(30)
Drawdown of bank borrowings	11,665	-
Repayments of bank borrowings	(2,232)	(2,232)
Other borrowings	-	(165)
Dividend paid to shareholders of the Company	(37,045)	(46,130)
Dividend paid to NCI in subsidiary companies	(14,280)	(8,940)
Purchase of treasury shares	(443)	(37)
Net cash used in financing activities	(41,749)	(54,031)
<b>Net increase in cash and cash equivalents</b>	36,199	1,215
<b>Cash and cash equivalents at beginning of year</b>	186,409	185,194
<b>Cash and cash equivalents at end of year (Note a)</b>	<u>222,608</u>	<u>186,409</u>
<b>Note a : Cash and cash equivalents at end of year</b>		
Cash and bank balances	44,935	64,137
Deposits with licensed banks and other financial institution	184,828	126,768
Bank overdrafts	(7,155)	(4,496)
	<u>222,608</u>	<u>186,409</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 2013)