

KIM LOONG RESOURCES BERHAD

(Company Number : 22703-K)

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	CURRENT YEAR QUARTER 31/07/2014 RM'000	PRECEDING YEAR CORRESPONDING QUARTER 31/07/2013 RM'000	CURRENT YEAR TO-DATE 31/07/2014 RM'000	PRECEDING YEAR CORRESPONDING PERIOD 31/07/2013 RM'000
Revenue	197,279	142,031	414,265	279,341
Cost of sales	<u>(161,568)</u>	<u>(120,762)</u>	<u>(327,202)</u>	<u>(225,572)</u>
Gross profit	35,711	21,269	87,063	53,769
Other income	2,546	2,213	4,617	4,083
Operating expenses	(9,547)	(6,642)	(17,182)	(16,676)
Finance costs	<u>(306)</u>	<u>(325)</u>	<u>(638)</u>	<u>(592)</u>
Profit before tax	28,404	16,515	73,860	40,584
Tax	<u>(6,923)</u>	<u>(4,081)</u>	<u>(17,962)</u>	<u>(10,208)</u>
Profit for the period	<u>21,481</u>	<u>12,434</u>	<u>55,898</u>	<u>30,376</u>
Other comprehensive income:				
Cash flow hedge	2	5	5	7
Tax relating to other comprehensive income	(1)	(2)	(2)	(2)
Other comprehensive income for the period, net of tax	1	3	3	5
Total comprehensive income for the period	<u>21,482</u>	<u>12,437</u>	<u>55,901</u>	<u>30,381</u>
Profit for the period attributable to :				
Owners of the Company	18,115	11,363	46,476	25,491
Non-controlling interests	<u>3,366</u>	<u>1,071</u>	<u>9,422</u>	<u>4,885</u>
	<u>21,481</u>	<u>12,434</u>	<u>55,898</u>	<u>30,376</u>
Total comprehensive income for the period attributable to :				
Owners of the Company	18,116	11,365	46,478	25,494
Non-controlling interests	<u>3,366</u>	<u>1,072</u>	<u>9,423</u>	<u>4,887</u>
	<u>21,482</u>	<u>12,437</u>	<u>55,901</u>	<u>30,381</u>
Earnings per share (sen) :				
- Basic	5.85	3.68	15.02	8.26
- Diluted	5.84	3.68	15.01	8.26
Dividends per share (sen)	7.00	5.00	7.00	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 2014)

KIM LOONG RESOURCES BERHAD

(Company Number : 22703-K)

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	AS AT CURRENT QUARTER ENDED 31/07/2014 RM'000	AS AT PRECEDING FINANCIAL YEAR ENDED 31/01/2014 RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	380,164	375,418
Biological assets	83,782	82,696
Land use rights	2,420	2,478
Deferred tax assets	11,145	11,900
	477,511	472,492
Current assets		
Inventories	33,290	36,870
Receivables	24,886	17,989
Prepayments	9,266	7,439
Tax recoverable	41	317
Deposits with licensed banks and other financial institutions	226,833	184,828
Cash and bank balances	62,820	44,935
	357,136	292,378
TOTAL ASSETS	834,647	764,870
EQUITY AND LIABILITIES		
Equity attributable to owners of the Company		
Share capital	310,673	308,958
Reserves	258,047	234,281
Treasury shares	(560)	(503)
	568,160	542,736
Non-controlling interests	80,589	75,535
Total equity	648,749	618,271
Non-current liabilities		
Interest bearing borrowings (secured)	27,526	30,652
Other payables	2,006	1,936
Deferred tax liabilities	50,423	52,702
	79,955	85,290
Current liabilities		
Payables and accruals	44,984	37,382
Interest bearing borrowings (secured)	18,868	19,902
Dividend payable	24,815	-
Derivative financial liability	1,324	6
Tax payable	15,952	4,019
	105,943	61,309
Total liabilities	185,898	146,599
TOTAL EQUITY AND LIABILITIES	834,647	764,870
Net assets per share (RM)	1.83	1.76

(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 2014)

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		
6 months ended										
31 July 2014										
Balance as at 1 February 2014	308,958	2,502	40,393	(3)	760	190,629	(503)	542,736	75,535	618,271
Changes in equity for the period:										
Realisation of revaluation reserve to retained earnings	-	-	(413)	-	-	413	-	-	-	-
Profit or loss	-	-	-	-	-	46,476	-	46,476	9,422	55,898
Other comprehensive income	-	-	-	2	-	-	-	2	1	3
Total comprehensive income for the period	-	-	-	2	-	46,476	-	46,478	9,423	55,901
Dividends	-	-	-	-	-	(24,815)	-	(24,815)	(4,060)	(28,875)
Share-based payment under ESOS	-	-	-	-	316	-	-	316	-	316
Transfer of reserve arising from exercise of ESOS	-	562	-	-	(562)	-	-	-	-	-
Issuance of shares pursuant to: - exercise of ESOS	1,715	1,822	-	-	-	-	-	3,537	-	3,537
Buy-back of shares	-	-	-	-	-	-	(57)	(57)	-	(57)
Acquisition from non-controlling interests	-	-	-	-	-	-	-	-	(376)	(376)
Dilution of interest in subsidiary companies	-	-	-	-	-	(12)	-	(12)	12	-
Issuance of shares to non-controlling interests of subsidiary companies	-	-	-	-	-	-	-	-	55	55
Expenses in relation to issuance of shares	-	(23)	-	-	-	-	-	(23)	-	(23)
Total for transactions with owners	1,715	2,361	-	-	(246)	(24,827)	(57)	(21,054)	(4,369)	(25,423)
Balance as at 31 July 2014	<u>310,673</u>	<u>4,863</u>	<u>39,980</u>	<u>(1)</u>	<u>514</u>	<u>212,691</u>	<u>(560)</u>	<u>568,160</u>	<u>80,589</u>	<u>648,749</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		
6 months ended										
<u>31 July 2013</u>										
Balance as at 1 February 2013	308,667	2,110	41,219	(10)	434	165,789	(60)	518,149	77,510	595,659
Changes in equity for the period:										
Realisation of revaluation reserve to retained earnings	-	-	(413)	-	-	413	-	-	-	-
Profit or loss	-	-	-	-	-	25,491	-	25,491	4,885	30,376
Other comprehensive income	-	-	-	3	-	-	-	3	2	5
Total comprehensive income for the period	-	-	-	3	-	25,491	-	25,494	4,887	30,381
Dividends	-	-	-	-	-	(21,607)	-	(21,607)	(3,760)	(25,367)
Share-based payment under ESOS	-	-	-	-	197	-	-	197	-	197
Transfer of reserve arising from exercise of ESOS	-	42	-	-	(42)	-	-	-	-	-
Issuance of shares pursuant to: - exercise of ESOS	116	127	-	-	-	-	-	243	-	243
Buy-back of shares	-	-	-	-	-	-	(157)	(157)	-	(157)
Expenses in relation to issuance of shares	-	(2)	-	-	-	-	-	(2)	-	(2)
Total for transactions with owners	116	167	-	-	155	(21,607)	(157)	(21,326)	(3,760)	(25,086)
Balance as at 31 July 2013	<u>308,783</u>	<u>2,277</u>	<u>40,806</u>	<u>(7)</u>	<u>589</u>	<u>170,086</u>	<u>(217)</u>	<u>522,317</u>	<u>78,637</u>	<u>600,954</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 2014)

KIM LOONG RESOURCES BERHAD

(Company Number : 22703-K)

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

	6 months ended 31/07/2014 RM'000	6 months ended 31/07/2013 RM'000
Cash flows from operating activities		
Cash receipts from customers	411,620	282,705
Rental received	76	22
Interest received	3,901	3,013
Cash paid to suppliers and employees	(320,772)	(213,126)
Cash generated from operations	94,825	72,614
Interest paid	(552)	(482)
Tax paid	(7,279)	(9,485)
Net cash from operating activities	86,994	62,647
Cash flows from investing activities		
Additional investment in existing subsidiary company	(322)	-
Proceeds from disposal of property, plant and equipment	120	311
Acquisition of biological assets and property, plant and equipment	(21,685)	(17,153)
Interest paid	(509)	(504)
Net cash used in investing activities	(22,396)	(17,346)
Cash flows from financing activities		
Proceeds from issuance of shares	3,537	243
Proceeds from issuance of shares to non-controlling interests (NCI) in subsidiary companies	55	-
Expenses paid in relation to issuance of shares	(23)	(2)
Drawdown of bank borrowings	-	9,800
Repayments of bank borrowings	(2,121)	(1,116)
Dividend paid to NCI in subsidiary companies	(4,060)	(3,760)
Purchase of treasury shares	(57)	(157)
Net cash (used in)/from financing activities	(2,669)	5,008
Net increase in cash and cash equivalents	61,929	50,309
Cash and cash equivalents at beginning of period	222,608	186,409
Cash and cash equivalents at end of period (Note a)	<u>284,537</u>	<u>236,718</u>
Note a : Cash and cash equivalents at end of period		
Cash and bank balances	62,820	54,209
Deposits with licensed banks and other financial institutions	226,833	185,191
Bank overdrafts	(5,116)	(2,682)
	<u>284,537</u>	<u>236,718</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 2014)