

KIM LOONG RESOURCES BERHAD

(Company Number : 22703-K)

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	CURRENT YEAR QUARTER 31/10/2014 RM'000	PRECEDING YEAR CORRESPONDING QUARTER 31/10/2013 RM'000	CURRENT YEAR TO-DATE 31/10/2014 RM'000	PRECEDING YEAR CORRESPONDING PERIOD 31/10/2013 RM'000
Revenue	179,408	163,724	593,673	443,065
Cost of sales	<u>(146,822)</u>	<u>(135,158)</u>	<u>(474,024)</u>	<u>(360,730)</u>
Gross profit	32,586	28,566	119,649	82,335
Other income	2,534	1,923	7,151	6,006
Operating expenses	(11,544)	(6,629)	(28,726)	(23,305)
Finance costs	<u>(322)</u>	<u>(282)</u>	<u>(960)</u>	<u>(874)</u>
Profit before tax	23,254	23,578	97,114	64,162
Tax	<u>(6,703)</u>	<u>(5,216)</u>	<u>(24,665)</u>	<u>(15,424)</u>
Profit for the period	<u>16,551</u>	<u>18,362</u>	<u>72,449</u>	<u>48,738</u>
Other comprehensive income:				
Cash flow hedge	1	3	6	10
Tax relating to other comprehensive income	-	(1)	(2)	(3)
Other comprehensive income for the period, net of tax	1	2	4	7
Total comprehensive income for the period	<u>16,552</u>	<u>18,364</u>	<u>72,453</u>	<u>48,745</u>
Profit for the period attributable to :				
Owners of the Company	15,156	15,732	61,632	41,223
Non-controlling interests	<u>1,395</u>	<u>2,630</u>	<u>10,817</u>	<u>7,515</u>
	<u>16,551</u>	<u>18,362</u>	<u>72,449</u>	<u>48,738</u>
Total comprehensive income for the period attributable to :				
Owners of the Company	15,157	15,733	61,635	41,227
Non-controlling interests	<u>1,395</u>	<u>2,631</u>	<u>10,818</u>	<u>7,518</u>
	<u>16,552</u>	<u>18,364</u>	<u>72,453</u>	<u>48,745</u>
Earnings per share (sen) :				
- Basic	4.88	5.09	19.91	13.36
- Diluted	4.88	5.09	19.90	13.35
Dividends per share (sen)	-	-	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 31/10/2014 RM'000	AS AT PRECEDING FINANCIAL YEAR ENDED 31/01/2014 RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	386,016	375,418
Biological assets	83,143	82,696
Land use rights	2,392	2,478
Deferred tax assets	10,999	11,900
	482,550	472,492
Current assets		
Inventories	32,094	36,870
Receivables	31,577	17,989
Prepayments	7,723	7,439
Tax recoverable	37	317
Derivative financial asset	147	-
Deposits with licensed banks and other financial institutions	220,188	184,828
Cash and bank balances	49,184	44,935
	340,950	292,378
TOTAL ASSETS	823,500	764,870
EQUITY AND LIABILITIES		
Equity attributable to owners of the Company		
Share capital	310,913	308,958
Reserves	251,926	234,281
Treasury shares	(1,169)	(503)
	561,670	542,736
Non-controlling interests	76,834	75,535
Total equity	638,504	618,271
Non-current liabilities		
Interest bearing borrowings (secured)	31,501	30,652
Other payables	1,187	1,936
Deferred tax liabilities	51,072	52,702
	83,760	85,290
Current liabilities		
Payables and accruals	48,869	37,382
Interest bearing borrowings (secured)	19,493	19,902
Dividend payable	21,729	-
Derivative financial liability	-	6
Tax payable	11,145	4,019
	101,236	61,309
Total liabilities	184,996	146,599
TOTAL EQUITY AND LIABILITIES	823,500	764,870
Net assets per share (RM)	1.81	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		
9 months ended										
<u>31 October 2014</u>										
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	-	-	(619)	-	-	619	-	-	-	-
Profit or loss	-	-	-	-	-	61,632	-	61,632	10,817	72,449
Other comprehensive income	-	-	-	3	-	-	-	3	1	4
Total comprehensive income for the period	-	-	-	3	-	61,632	-	61,635	10,818	72,453
Dividends	-	-	-	-	-	(46,544)	-	(46,544)	(9,210)	(55,754)
Share-based payment under ESOS	-	-	-	-	504	-	-	504	-	504
Transfer of reserve arising from exercise of ESOS	-	641	-	-	(641)	-	-	-	-	-
Issuance of shares pursuant to: - exercise of ESOS	1,955	2,096	-	-	-	-	-	4,051	-	4,051
Buy-back of shares	-	-	-	-	-	-	(666)	(666)	-	(666)
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	-	(34)	-	-	-	-	-	(34)	-	(34)
Total for transactions with owners	1,955	2,703	-	-	(137)	(46,556)	(666)	(42,701)	(9,519)	(52,220)
Balance as at 31 October 2014	<u>310,913</u>	<u>5,205</u>	<u>39,774</u>	<u>-</u>	<u>623</u>	<u>206,324</u>	<u>(1,169)</u>	<u>561,670</u>	<u>76,834</u>	<u>638,504</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										
<u>31 October 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	-	-	(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>40,600</u>	<u>(6)</u>	<u>679</u>	<u>170,586</u>	<u>(217)</u>	<u>522,860</u>	<u>74,728</u>	<u>597,588</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

	9 months ended 31/10/2014 RM'000	9 months ended 31/10/2013 RM'000
Cash flows from operating activities		
Cash receipts from customers	583,737	435,231
Rental received	114	49
Interest received	6,074	4,686
Cash paid to suppliers and employees	(465,228)	(341,566)
Cash generated from operations	124,697	98,400
Interest paid	(840)	(736)
Tax paid	(17,990)	(15,731)
Net cash from operating activities	105,867	81,933
Cash flows from investing activities		
Additional investment in existing subsidiary company	(322)	-
Proceeds from disposal of property, plant and equipment	256	426
Acquisition of biological assets and property, plant and equipment	(35,243)	(26,493)
Interest paid	(771)	(785)
Net cash used in investing activities	(36,080)	(26,852)
Cash flows from financing activities		
Proceeds from issuance of shares	4,052	380
Proceeds from issuance of shares to non-controlling interests (NCI) in subsidiary companies	55	-
Expenses paid in relation to issuance of shares	(34)	(4)
Drawdown of bank borrowings	5,538	10,000
Repayments of bank borrowings	(3,684)	(1,674)
Dividend paid to shareholders of the Company	(24,815)	(21,607)
Dividend paid to NCI in subsidiary companies	(9,210)	(10,300)
Purchase of treasury shares	(666)	(157)
Net cash used in financing activities	(28,764)	(23,362)
Net increase in cash and cash equivalents	41,023	31,719
Cash and cash equivalents at beginning of period	222,608	186,409
Cash and cash equivalents at end of period (Note a)	<u>263,631</u>	<u>218,128</u>
Note a : Cash and cash equivalents at end of period		
Cash and bank balances	49,184	57,246
Deposits with licensed banks and other financial institutions	220,188	162,929
Bank overdrafts	(5,741)	(2,047)
	<u>263,631</u>	<u>218,128</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)