

KIM LOONG RESOURCES BERHAD

(Company Number : 22703-K)

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	CURRENT YEAR QUARTER 31/07/2015 RM'000	PRECEDING YEAR CORRESPONDING QUARTER 31/07/2014 RM'000	CURRENT YEAR TO-DATE 31/07/2015 RM'000	PRECEDING YEAR CORRESPONDING PERIOD 31/07/2014 RM'000
Revenue	213,359	197,279	376,234	414,265
Cost of sales	<u>(174,824)</u>	<u>(161,568)</u>	<u>(309,319)</u>	<u>(327,202)</u>
Gross profit	38,535	35,711	66,915	87,063
Other income	2,533	2,546	5,129	4,617
Operating expenses	(8,534)	(9,547)	(16,001)	(17,182)
Finance costs	<u>(252)</u>	<u>(306)</u>	<u>(534)</u>	<u>(638)</u>
Profit before tax	32,282	28,404	55,509	73,860
Tax	<u>(7,399)</u>	<u>(6,923)</u>	<u>(12,892)</u>	<u>(17,962)</u>
Profit for the period	<u>24,883</u>	<u>21,481</u>	<u>42,617</u>	<u>55,898</u>
Other comprehensive income:				
Cash flow hedge	-	2	-	5
Tax relating to other comprehensive income	-	(1)	-	(2)
Other comprehensive income for the period, net of tax	-	1	-	3
Total comprehensive income for the period	<u>24,883</u>	<u>21,482</u>	<u>42,617</u>	<u>55,901</u>
Profit for the period attributable to :				
Owners of the Company	22,350	18,115	37,129	46,476
Non-controlling interests	<u>2,533</u>	<u>3,366</u>	<u>5,488</u>	<u>9,422</u>
	<u>24,883</u>	<u>21,481</u>	<u>42,617</u>	<u>55,898</u>
Total comprehensive income for the period attributable to :				
Owners of the Company	22,350	18,116	37,129	46,478
Non-controlling interests	<u>2,533</u>	<u>3,366</u>	<u>5,488</u>	<u>9,423</u>
	<u>24,883</u>	<u>21,482</u>	<u>42,617</u>	<u>55,901</u>
Earnings per share (sen) :				
- Basic	7.18	5.85	11.93	15.02
- Diluted	N/A	5.84	N/A	15.01
Dividends per share (sen)	7.00	7.00	17.00	7.00

(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 2015)

KIM LOONG RESOURCES BERHAD

(Company Number : 22703-K)

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	AS AT CURRENT QUARTER ENDED 31/07/2015 RM'000	AS AT PRECEDING FINANCIAL YEAR ENDED 31/01/2015 RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	392,068	390,072
Biological assets	83,761	83,125
Land use rights	2,306	2,363
Deferred tax assets	10,735	11,011
	488,870	486,571
Current assets		
Inventories	33,857	26,061
Receivables	32,420	17,640
Prepayments	4,851	4,253
Tax recoverable	138	189
Deposits with licensed banks and other financial institutions	236,701	213,626
Cash and bank balances	61,632	57,856
	369,599	319,625
TOTAL ASSETS	858,469	806,196
EQUITY AND LIABILITIES		
Equity attributable to owners of the Company		
Share capital	311,804	311,109
Reserves	254,849	266,539
Treasury shares	(1,525)	(1,496)
	565,128	576,152
Non-controlling interests	75,787	73,869
Total equity	640,915	650,021
Non-current liabilities		
Interest bearing borrowings (secured)	29,615	32,965
Other payables	1,152	1,209
Deferred tax liabilities	50,767	51,530
	81,534	85,704
Current liabilities		
Payables and accruals	58,830	45,995
Interest bearing borrowings (secured)	20,589	20,943
Dividend payable	49,797	-
Tax payable	6,804	3,533
	136,020	70,471
Total liabilities	217,554	156,175
TOTAL EQUITY AND LIABILITIES	858,469	806,196
Net assets per share (RM)	1.82	1.85

(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 2015)

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 2015</u>										
Balance as at 1 February 2015	311,109	5,505	40,002	-	761	220,271	(1,496)	576,152	73,869	650,021
Changes in equity for the period:										
Realisation of revaluation reserve to retained earnings	-	-	(416)	-	-	416	-	-	-	-
Profit or loss	-	-	-	-	-	37,129	-	37,129	5,488	42,617
Other comprehensive income	-	-	-	-	-	-	-	-	-	-
Total comprehensive income for the period	-	-	-	-	-	37,129	-	37,129	5,488	42,617
Dividends	-	-	-	-	-	(49,797)	-	(49,797)	(3,570)	(53,367)
Share-based payment under ESOS	-	-	-	-	95	-	-	95	-	95
Transfer of reserve arising from exercise of ESOS	-	236	-	-	(236)	-	-	-	-	-
Transfer of reserve upon expiry of ESOS	-	-	-	-	(620)	620	-	-	-	-
Issuance of shares pursuant to: - exercise of ESOS	695	886	-	-	-	-	-	1,581	-	1,581
Buy-back of shares	-	-	-	-	-	-	(29)	(29)	-	(29)
Expenses in relation to issuance of shares	-	(3)	-	-	-	-	-	(3)	-	(3)
Total for transactions with owners	695	1,119	-	-	(761)	(49,177)	(29)	(48,153)	(3,570)	(51,723)
Balance as at 31 July 2015	<u>311,804</u>	<u>6,624</u>	<u>39,586</u>	<u>-</u>	<u>-</u>	<u>208,639</u>	<u>(1,525)</u>	<u>565,128</u>	<u>75,787</u>	<u>640,915</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										
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 of non-controlling interests	-	-	-	-	-	-	-	-	(376)	(376)
Dilution of interest in subsidiary company	-	-	-	-	-	(12)	-	(12)	12	-
Issuance of shares to non-controlling interests of subsidiary company	-	-	-	-	-	-	-	-	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>

(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 2015)

KIM LOONG RESOURCES BERHAD

(Company Number : 22703-K)

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

	6 months ended 31/07/2015 RM'000	6 months ended 31/07/2014 RM'000
Cash flows from operating activities		
Cash receipts from customers	364,535	411,620
Rental received	106	76
Interest received	4,531	3,901
Cash paid to suppliers and employees	(307,904)	(320,772)
Cash generated from operations	61,268	94,825
Interest paid	(521)	(552)
Tax paid	(10,056)	(7,279)
Net cash from operating activities	50,691	86,994
Cash flows from investing activities		
Additional investment in existing subsidiary company	-	(322)
Proceeds from disposal of property, plant and equipment	436	120
Acquisition of biological assets and property, plant and equipment	(17,933)	(21,685)
Interest paid	(618)	(509)
Net cash used in investing activities	(18,115)	(22,396)
Cash flows from financing activities		
Proceeds from issuance of shares	1,581	3,537
Proceeds from issuance of shares to non-controlling interests (NCI) in subsidiary companies	-	55
Expenses paid in relation to issuance of shares	(3)	(23)
Repayments of bank borrowings	(3,126)	(2,121)
Dividend paid to NCI in subsidiary companies	(3,570)	(4,060)
Purchase of treasury shares	(29)	(57)
Net cash used in financing activities	(5,147)	(2,669)
Net increase in cash and cash equivalents	27,429	61,929
Cash and cash equivalents at beginning of period	264,061	222,608
Cash and cash equivalents at end of period (Note a)	<u>291,490</u>	<u>284,537</u>
Note a : Cash and cash equivalents at end of period		
Cash and bank balances	61,632	62,820
Deposits with licensed banks and other financial institutions	236,701	226,833
Bank overdrafts	(6,843)	(5,116)
	<u>291,490</u>	<u>284,537</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 2015)