

KOSSAN RUBBER INDUSTRIES BHD

Company No. 48166-W

(Incorporated in Malaysia)

CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION*(These figures have not been audited)*

	UNAUDITED AS AT END OF CURRENT PERIOD 30/09/2013 RM '000	AUDITED AS AT PRECEDING FINANCIAL YEAR END 31/12/2012 RM '000
ASSETS		
Non-Current Assets		
Property, plant & equipment	563,758	514,366
Intangible assets	4,926	4,926
Other investment	116	116
Deferred tax asset	0	22
	568,800	519,430
Current Assets		
Inventories	144,671	148,980
Trade receivables	227,805	203,887
Current tax assets	0	1,386
Other receivables	23,849	16,409
Cash and bank balances	87,940	99,845
	484,265	470,507
TOTAL ASSETS	1,053,065	989,937
EQUITY AND LIABILITIES		
Equity attributable to equity holders of the Company		
Share capital	159,867	159,867
Reserves	524,211	444,732
	684,078	604,599
Minority shareholders' interest	15,509	12,790
Total Equity	699,587	617,389
Non-Current Liabilities		
Bank loan borrowings	29,558	35,682
Deferred taxation	55,730	49,844
Finance lease liabilities	5,333	2,573
	90,621	88,099
Current Liabilities		
Trade and other payables	111,100	114,639
Finance lease liabilities	7,883	8,769
Short term borrowings	118,453	139,327
Bank loan borrowings	12,936	12,650
Taxation	12,485	9,064
	262,857	284,449
Total liabilities	353,478	372,548
TOTAL EQUITY AND LIABILITIES	1,053,065	989,937
Net assets per share (sen)	212	188

The Condensed Consolidated Statements of Financial Position should be read in conjunction with the Audited Annual Financial Statements for the year ended 31 December 2012

KOSSAN RUBBER INDUSTRIES BHD

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CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY

(These figures have not been audited)

	Attributable to equity holders of Company						Minority Interest	Total
	Share Capital	Share Premium	Translation Reserve	Treasury Shares	Retained earnings	Total		
	RM '000	RM '000	RM '000	RM '000	RM '000	RM '000		
Unaudited - year ended 30 September 2013								
At 01 January 2013	159,867	11	(150)	(3,460)	448,331	604,599	12,790	617,389
Total comprehensive income for the period (cumulative)	0	0	0	0	102,089	102,089	2,719	104,808
Movement for the period	0	0	(307)	0	0	(307)	0	(307)
Dividend paid	0	0	0	0	(22,303)	(22,303)	0	(22,303)
At 30 September 2013	159,867	11	(457)	(3,460)	528,117	684,078	15,509	699,587
Unaudited - period ended 30 September 2012								
At 01 January 2012	159,867	1,136	0	(3,460)	339,310	496,853	9,480	506,333
Total comprehensive income for the period (cumulative)	0	(477)	0	0	74,795	74,318	1,751	76,069
Dividend paid	0	0	0	0	(12,745)	(12,745)	0	(12,745)
At 30 September 2012	159,867	659	0	(3,460)	401,360	558,426	11,231	569,657

The Condensed Consolidated Statements of Changes in Equity should be read in conjunction with the Audited Annual Financial Statements for the year ended 31 December 2012

KOSSAN RUBBER INDUSTRIES BHD

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CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME

(These figures have not been audited)

	INDIVIDUAL PERIOD		CUMULATIVE PERIOD	
	Current year Quarter	Preceding Year Corresponding Quarter	Current year to Date (unaudited)	Preceding Year to Date (unaudited)
	30/09/2013	30/09/2012	30/09/2013	30/09/2012
	RM '000	RM '000	RM '000	RM '000
Revenue	333,547	322,730	982,386	916,917
Operating expenses	(285,090)	(281,756)	(843,739)	(814,414)
Other operating income	845	537	2,689	1,926
Profit from operations	49,302	41,511	141,336	104,429
Finance cost	(1,576)	(1,498)	(5,083)	(4,686)
Profit before taxation	47,726	40,013	136,253	99,743
Taxation	(11,046)	(9,984)	(31,445)	(23,197)
Profit after taxation	36,680	30,029	104,808	76,546
Attributable to:				
Equity shareholders of the Company	35,405	29,221	102,089	74,795
Minority interests	1,275	808	2,719	1,751
	36,680	30,029	104,808	76,546
Earnings per share attributed to equity holders of the Company				
Basic (sen)	11.07	9.14	31.93	23.39
Diluted (sen) for share buy-back	11.11	9.17	32.04	23.47
Total comprehensive income for the period attributable to:				
Equity shareholders of the Company	35,405	29,221	102,089	74,795
Minority interests	1,275	808	2,719	1,751
	36,680	30,029	104,808	76,546
Profit after taxation	36,680	30,029	104,808	76,546
Other comprehensive income				
- Exchange difference translation	0	0	0	0
Total comprehensive income for the period	36,680	30,029	104,808	76,546

The Condensed Consolidated Statements of Comprehensive Income should be read in conjunction with the Audited Annual Financial Statements for the year ended 31 December 2012

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CONDENSED CONSOLIDATED CASH FLOW STATEMENTS

(These figures have not been audited)

	Year to date ended 30/09/2013	Audited Year to date ended 31/12/2012
	RM '000	RM '000
Net profit before taxation	136,253	138,451
Adjustment for non-cash items		
Depreciation	37,626	45,102
Interest income	(2,096)	(1,060)
Interest expenses	5,083	6,407
Gain/(loss) from disposal of fixed assets	0	(625)
Foreign exchange (gain)/loss - unrealised	4,833	(1,994)
Gain/ (loss) on derivatives - unrealised	0	0
Negative goodwill	0	0
Impairment of assets	0	0
Operating profit before changes in working capital	<u>181,699</u>	<u>186,281</u>
Changes in Working Capital		
Net change in current assets	(28,394)	(46,753)
Net change in current liabilities	(3,539)	11,094
Cash from operating activities	<u>149,766</u>	<u>150,622</u>
Dividends paid	(22,303)	(28,676)
Interest expenses	(5,083)	(6,407)
Interest income	2,096	1,060
Taxation paid	(20,730)	(23,665)
Net cash from operating activities	<u>103,746</u>	<u>92,934</u>
Investing Activities		
Proceed from disposal of fixed assets	0	1,490
Proceed from disposal of shares in subsidiary	0	960
Acquisition of property, plant and equipment	(87,018)	(82,829)
	<u>16,728</u>	<u>12,555</u>
Financing activities		
Additional/(Repayment) of finance lease liabilities	1,874	(9,726)
Additional/(Repayment) of bank borrowings	(30,311)	43,113
Shares buy-back	0	0
Increase in deposit pledged	0	0
Net change in cash & cash equivalent	<u>(11,709)</u>	<u>45,942</u>
Cash & cash equivalent at beginning of year	93,678	47,736
Cash & cash equivalent at end of the period	<u>81,969</u>	<u>93,678</u>
Cash & cash equivalent at end of the period		
Cash & bank balances	12,176	18,563
Short term deposits with licensed banks	75,764	81,282
Bank overdrafts	(5,015)	(5,211)
	<u>82,925</u>	<u>94,634</u>
Less Deposits pledged to banks	(956)	(956)
	<u>81,969</u>	<u>93,678</u>

The Condensed Consolidated Cash Flow Statement should be read in conjunction with the Audited Annual Financial Statements for the year ended 31 December 2012

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NOTES TO CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME*(These figures have not been audited)*

	Current year Quarter	Current year to Date
	30/09/2013	30/09/2013
	RM '000	RM '000
Other operating income		
Interest income	677	2,096
Rental income	69	181
Other income	19	332
Gain/(loss) in disposal of assets	0	0
Bad debts recovered	80	80
	845	2,689
Interest expenses	1,576	5,083
Depreciation	12,436	37,626
Provision for/write off of receivables	0	0
Provision for/write off of inventories	0	0
Gain/(loss) on disposal of unquoted investment	0	0
Gain/(loss) on disposal of properties	0	0
Impairment of assets	0	0
Foreign exchange gain/(loss) - realised	1,219	8,115
Foreign exchange gain/(loss) - unrealised	(3,795)	(4,833)
Gain/ (loss) on derivatives - unrealised	0	0
Exceptional items	0	0