

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 31/12/2013 RM '000	AUDITED AS AT PRECEDING FINANCIAL YEAR END 31/12/2012 RM '000
ASSETS		
Non-Current Assets		
Property, plant & equipment	598,212	514,366
Intangible assets	4,926	4,926
Other investment	116	116
Deferred tax asset	0	22
	603,254	519,430
Current Assets		
Inventories	149,890	148,980
Trade receivables	230,718	203,887
Current tax assets	0	1,386
Other receivables	21,199	16,409
Cash and bank balances	98,109	99,845
	499,916	470,507
TOTAL ASSETS	1,103,170	989,937
EQUITY AND LIABILITIES		
Equity attributable to equity holders of the Company		
Share capital	319,734	159,867
Reserves	389,920	444,732
	709,654	604,599
Minority shareholders' interest	16,496	12,790
Total Equity	726,150	617,389
Non-Current Liabilities		
Bank loan borrowings	36,888	35,682
Deferred taxation	56,110	49,844
Finance lease liabilities	3,747	2,573
	96,745	88,099
Current Liabilities		
Trade and other payables	140,539	114,639
Foreign exchange derivatives	7,038	0
Finance lease liabilities	15,173	8,769
Short term borrowings	97,695	139,327
Bank loan borrowings	15,522	12,650
Taxation	4,308	9,064
	280,275	284,449
Total liabilities	377,020	372,548
TOTAL EQUITY AND LIABILITIES	1,103,170	989,937
Net assets per share (sen)	110	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					Total	Minority Interest	Total
	Share Capital	Share Premium	Translation Reserve	Treasury Shares	Retained earnings			
	RM '000	RM '000	RM '000	RM '000	RM '000	RM '000	RM '000	RM '000
Unaudited - year ended 31 December 2013					288,464			
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	1,494	0	140,645	142,139	3,706	145,845
Movement for the period	159,867	4,140	0	3,460	(159,867)	7,600	0	7,600
Dividend paid	0	0	0	0	(44,684)	(44,684)	0	(44,684)
At 31 December 2013	319,734	4,151	1,344	0	384,425	709,654	16,496	726,150
Audited - year ended 31 December 2012								
At 01 January 2012	159,867	11	3	(3,460)	374,738	531,159	9,480	540,639
Total comprehensive income for the period (cumulative)	0	0	(153)	0	102,269	102,116	3,310	105,426
Dividend paid	0	0	0	0	(28,676)	(28,676)	0	(28,676)
At 31 December 2012	159,867	11	(150)	(3,460)	448,331	604,599	12,790	617,389

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

Company No. 48166-W
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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 (audited)
	31/12/2013	31/12/2012	31/12/2013	31/12/2012
	RM '000	RM '000	RM '000	RM '000
Revenue	327,383	318,575	1,309,769	1,234,001
Operating expenses	(280,300)	(276,433)	(1,124,039)	(1,093,561)
Other operating income	950	634	3,639	4,418
Profit from operations	48,033	42,776	189,369	144,858
Finance cost	(2,070)	(1,660)	(7,153)	(6,407)
Profit before taxation	45,963	41,116	182,216	138,451
Taxation	(6,420)	(10,510)	(37,865)	(33,679)
Profit after taxation	39,543	30,606	144,351	104,772
Attributable to:				
Equity shareholders of the Company	38,556	29,656	140,645	102,163
Minority interests	987	950	3,706	2,609
	39,543	30,606	144,351	104,772
Earnings per share attributed to equity holders of the Company				
Basic (sen) (Refer to Note 14.9)	6.03	4.64	21.99	15.98
Total comprehensive income for the period attributable to:				
Equity shareholders of the Company	38,556	29,656	140,645	102,163
Minority interests	987	950	3,706	2,456
	39,543	30,606	144,351	104,619
Profit after taxation	39,543	30,606	144,351	104,772
Other comprehensive income				
- Exchange difference translation	0	0	0	(306)
Total comprehensive income for the period	39,543	30,606	144,351	104,466

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

KOSSAN RUBBER INDUSTRIES BHD

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CONDENSED CONSOLIDATED CASH FLOW STATEMENTS

(These figures have not been audited)

	Year to date ended 31/12/2013	Audited Year to date ended 31/12/2012
	RM '000	RM '000
Net profit before taxation	182,216	138,451
Adjustment for non-cash items		
Depreciation	51,611	45,102
Interest income	(2,780)	(1,060)
Interest expenses	7,153	6,407
Gain/(loss) from disposal of fixed assets	0	(625)
Foreign exchange (gain)/loss - unrealised	959	(1,994)
Gain/ (loss) on derivatives - unrealised	7,038	0
Operating profit before changes in working capital	<u>246,197</u>	<u>186,281</u>
Changes in Working Capital		
Net change in current assets	(32,687)	(46,753)
Net change in current liabilities	27,391	11,094
Cash from operating activities	<u>240,901</u>	<u>150,622</u>
Dividends paid	(44,684)	(28,676)
Interest expenses	(7,153)	(6,407)
Interest income	2,780	1,060
Taxation paid	(34,947)	(23,665)
Net cash from operating activities	<u>156,897</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	(135,457)	(82,829)
	<u>21,440</u>	<u>12,555</u>
Financing activities		
Additional/(Repayment) of finance lease liabilities	7,578	(9,726)
Additional/(Repayment) of bank borrowings	(35,568)	43,113
Proceed from disposal of treasury shares	7,600	0
Net change in cash & cash equivalent	<u>1,050</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><u>94,728</u></u>	<u><u>93,678</u></u>
Cash & cash equivalent at end of the period		
Cash & bank balances	21,551	18,563
Short term deposits with licensed banks	76,558	81,282
Bank overdrafts	(3,225)	(5,211)
	<u>94,884</u>	<u>94,634</u>
Less Deposits pledged to banks	(156)	(956)
	<u><u>94,728</u></u>	<u><u>93,678</u></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
	31/12/2013	31/12/2013
	RM '000	RM '000
Other operating income		
Interest income	684	2,780
Rental income	69	250
Other income	299	631
Gain/(loss) in disposal of assets	(102)	(102)
Bad debts recovered	0	80
	950	3,639
Interest expenses	2,070	7,153
Depreciation	13,985	51,611
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	(3,647)	4,468
Foreign exchange gain/(loss) - unrealised	3,874	(959)
Gain/ (loss) on derivatives - unrealised	(7,038)	(7,038)
Exceptional items	0	0