

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 31/12/2014 RM '000	AUDITED AS AT PRECEDING FINANCIAL YEAR END 31/12/2013 RM '000
ASSETS		
Non-Current Assets		
Property, plant & equipment	724,533	600,539
Intangible assets	4,926	4,926
Other investment	116	116
Deferred tax asset	0	0
	<u>729,575</u>	<u>605,581</u>
Current Assets		
Inventories	192,203	148,782
Trade receivables	264,674	221,562
Current tax assets	0	3,531
Other receivables	22,320	25,961
Cash and bank balances	71,695	100,601
	<u>550,892</u>	<u>500,437</u>
TOTAL ASSETS	<u><u>1,280,467</u></u>	<u><u>1,106,018</u></u>
EQUITY AND LIABILITIES		
Equity attributable to equity holders of the Company		
Share capital	319,734	319,734
Reserves	485,088	385,207
	<u>804,822</u>	<u>704,941</u>
Minority shareholders' interest	20,326	17,069
Total Equity	<u>825,148</u>	<u>722,010</u>
Non-Current Liabilities		
Bank loan borrowings	40,054	37,862
Deferred taxation	63,031	55,897
Finance lease liabilities	22,747	11,523
	<u>125,832</u>	<u>105,282</u>
Current Liabilities		
Trade and other payables	169,025	142,071
Foreign exchange derivatives	14,459	7,038
Finance lease liabilities	22,536	7,415
Short term borrowings	110,634	97,623
Bank loan borrowings	11,375	14,548
Taxation	1,458	10,031
	<u>329,487</u>	<u>278,726</u>
Total liabilities	<u>455,319</u>	<u>384,008</u>
TOTAL EQUITY AND LIABILITIES	<u><u>1,280,467</u></u>	<u><u>1,106,018</u></u>
Net assets per share (sen)	125	109

The Condensed Consolidated Statements of Financial Position should be read in conjunction with the Audited Annual Financial Statements for the year ended 31 December 2013

KOSSAN RUBBER INDUSTRIES BHD

Company No. 48166-W
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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 - period ended 31 December 2014								
At 01 January 2014	319,734	4,151	855	0	380,201	704,941	17,069	722,010
Total comprehensive income for the period (cumulative)	0	0	881	0	143,763	144,644	3,257	147,901
Dividend paid	0	0	0	0	(44,763)	(44,763)	0	(44,763)
At 31 December 2014	319,734	4,151	1,736	0	479,201	804,822	20,326	825,148
Audited - period ended 31 December 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	1,005	0	136,422	137,427	4,279	141,706
Issue of bonus shares	159,867	0	0	0	(159,867)	0	0	0
Sale of treasury shares		4,140		3,460		7,600	0	7,600
Dividend paid	0	0	0	0	(44,685)	(44,685)	0	(44,685)
At 31 December 2013	319,734	4,151	855	0	380,201	704,941	17,069	722,010

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 2013

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 31/12/2014	Preceding Year Corresponding Quarter 31/12/2013	Current year to Date (unaudited) 31/12/2014	Preceding Year to Date (audited) 31/12/2013
	RM '000	RM '000	RM '000	RM '000
Revenue	360,958	327,383	1,299,313	1,307,292
Operating expenses	(309,890)	(280,300)	(1,108,499)	(1,123,036)
Other operating income	187	950	3,826	2,762
Profit from operations	51,255	48,033	194,640	187,018
Finance cost	(2,041)	(2,070)	(8,219)	(6,884)
Profit before taxation	49,214	45,963	186,421	180,134
Taxation	(10,247)	(6,420)	(39,401)	(40,079)
Profit after taxation	38,967	39,543	147,020	140,055
Attributable to:				
Equity shareholders of the Company	37,934	38,556	143,763	136,422
Minority interests	1,033	987	3,257	3,633
	38,967	39,543	147,020	140,055
Other comprehensive income, net of tax				
- Exchange difference translation	0	0	0	1,651
Total comprehensive income for the period	38,967	39,543	147,020	141,706
Attributable to:				
Equity shareholders of the Company	37,934	38,556	143,763	136,422
Minority interests	1,033	987	3,257	3,633
	38,967	39,543	147,020	140,055
Total comprehensive income for the period attributable to:				
Equity shareholders of the Company	37,934	38,556	143,763	137,427
- Exchange difference translation	1,033	987	3,257	4,279
	38,967	39,543	147,020	141,706
Earnings per share attributed to equity holders of the Company				
Basic (sen)	5.93	6.03	22.48	21.33

The Condensed Consolidated Statements of Comprehensive Income should be read in conjunction with the Audited Annual Financial Statements for the year ended 31 December 2013

KOSSAN RUBBER INDUSTRIES BHD

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CONDENSED CONSOLIDATED CASH FLOW STATEMENTS

(These figures have not been audited)

	Year to date ended 31/12/2014	Audited Year to date ended 31/12/2013
	RM '000	RM '000
Net profit before taxation	186,421	180,134
Adjustment for non-cash items		
Depreciation	55,655	50,983
Interest income	(2,442)	(2,689)
Interest expenses	8,129	6,884
Gain/(loss) from disposal of fixed assets	(1)	7
Foreign exchange (gain)/loss - unrealised	(16,883)	(79)
Loss on derivatives - unrealised	14,459	7,038
Negative goodwill	0	0
Impairment of assets	0	474
Operating profit before changes in working capital	<u>245,338</u>	<u>242,752</u>
Changes in Working Capital		
Net change in current assets	(65,205)	(22,371)
Net change in current liabilities	19,916	27,758
Cash from operating activities	<u>200,049</u>	<u>248,139</u>
Dividends paid	(44,685)	(44,685)
Interest expenses	(8,129)	(6,884)
Interest income	2,442	2,689
Taxation paid	(37,309)	(35,182)
Net cash from operating activities	<u>112,368</u>	<u>164,077</u>
Investing Activities		
Proceed from disposal of fixed assets	0	994
Acquisition of property, plant and equipment	(179,649)	(119,821)
	<u>(67,281)</u>	<u>45,250</u>
Financing activities		
Additional/(Repayment) of finance lease liabilities	26,345	(9,966)
Additional/(Repayment) of bank borrowings	11,487	(39,365)
Proceed from disposal of treasury shares	0	7,600
Decrease in deposit pledged	0	700
Net change in cash & cash equivalent	<u>(29,449)</u>	<u>4,219</u>
Cash & cash equivalent at beginning of year	<u>97,975</u>	<u>93,756</u>
Cash & cash equivalent at end of the period	<u><u>68,526</u></u>	<u><u>97,975</u></u>
Cash & cash equivalent at end of the period		
Cash & bank balances	17,877	69,345
Short term deposits with licensed banks	53,818	31,256
Bank overdrafts	(2,913)	(2,370)
	<u>68,782</u>	<u>98,231</u>
Less Deposits pledged to banks	(256)	(256)
	<u><u>68,526</u></u>	<u><u>97,975</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 2013

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

	Current year Quarter	Current year to Date
	31/12/2014	31/12/2014
	RM '000	RM '000
Other operating income		
Interest income	466	2,442
Rental income	39	156
Other income	(317)	1,229
Gain/(loss) in disposal of assets	(1)	(1)
Bad debts recovered	0	0
	187	3,826
Interest expenses	2,041	8,129
Depreciation	14,699	55,655
Provision for/write off of receivables	0	252
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	3,307	11,458
Foreign exchange gain/(loss) - unrealised	16,883	16,883
Gain/ (loss) on derivatives - unrealised	(12,616)	(14,459)
Exceptional items	0	0