

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 30/06/2015 RM '000	AUDITED AS AT PRECEDING FINANCIAL YEAR END 31/12/2014 RM '000
ASSETS		
Non-Current Assets		
Property, plant & equipment	774,886	724,616
Intangible assets	4,926	4,926
Other investment	116	116
Deferred tax asset	0	11
	<u>779,928</u>	<u>729,669</u>
Current Assets		
Inventories	213,936	193,532
Trade receivables	269,173	259,897
Current tax assets	0	7,844
Other investment	0	8,143
Other receivables	18,227	26,681
Cash and bank balances	67,830	63,899
	<u>569,166</u>	<u>559,996</u>
TOTAL ASSETS	<u><u>1,349,094</u></u>	<u><u>1,289,665</u></u>
EQUITY AND LIABILITIES		
Equity attributable to equity holders of the Company		
Share capital	319,734	319,734
Reserves	581,559	487,296
	<u>901,293</u>	<u>807,030</u>
Minority shareholders' interest	22,521	20,983
Total Equity	<u>923,814</u>	<u>828,013</u>
Non-Current Liabilities		
Bank loan borrowings	49,804	38,630
Deferred taxation	66,030	62,456
Finance lease liabilities	25,284	24,799
	<u>141,118</u>	<u>125,885</u>
Current Liabilities		
Trade and other payables	146,080	170,347
Foreign exchange derivatives	0	14,459
Finance lease liabilities	25,959	19,080
Short term borrowings	90,410	110,788
Bank loan borrowings	16,375	12,799
Taxation	5,338	8,294
	<u>284,162</u>	<u>335,767</u>
Total liabilities	<u>425,280</u>	<u>461,652</u>
TOTAL EQUITY AND LIABILITIES	<u><u>1,349,094</u></u>	<u><u>1,289,665</u></u>
Net assets per share (sen)	140	125

The Condensed Consolidated Statements of Financial Position should be read in conjunction with the Audited Annual Financial Statements for the year ended 31 December 2014

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 RM '000	Minority Interest RM '000	Total RM '000
	Share Capital	Share Premium	Translation Reserve	Retained earnings			
	RM '000	RM '000	RM '000	RM '000			
Unaudited - period ended 30 June 2015							
At 01 January 2015	319,734	4,151	2,109	481,036	807,030	20,983	828,013
Dividend paid by subsidiary to minority shareholders	0	0	0	(301)	(301)	0	(301)
Total comprehensive income for the period (cumulative)	0	0	1,674	92,890	94,564	1,538	96,102
At 30 June 2015	319,734	4,151	3,783	573,625	901,293	22,521	923,814
Unaudited - period ended 30 June 2014							
At 01 January 2014	319,734	4,151	855	380,201	704,941	17,069	722,010
Total comprehensive income for the period (cumulative)	0	0	(72)	71,425	71,353	1,188	72,541
At 30 June 2014	319,734	4,151	783	451,626	776,294	18,257	794,551

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 2014

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CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME*(These figures have not been audited)*

	INDIVIDUAL PERIOD		CUMULATIVE PERIOD	
	Current year Quarter 30/06/2015	Preceding Year Corresponding Quarter 30/06/2014	Current year to Date (unaudited) 30/06/2015	Preceding Year to Date (unaudited) 30/06/2014
	RM '000	RM '000	RM '000	RM '000
Revenue	385,779	303,826	755,035	610,003
Operating expenses	(324,314)	(258,317)	(633,325)	(516,797)
Other operating income	1,139	1,228	2,135	2,369
Profit from operations	62,604	46,737	123,845	95,575
Finance cost	(2,430)	(1,932)	(4,665)	(3,629)
Profit before taxation	60,174	44,805	119,180	91,946
Taxation	(11,781)	(9,516)	(24,752)	(19,333)
Profit after taxation	48,393	35,289	94,428	72,613
Attributable to:				
Equity shareholders of the Company	47,440	34,593	92,890	71,425
Minority interests	953	696	1,538	1,188
	48,393	35,289	94,428	72,613
Other comprehensive income, net of tax				
- Exchange difference translation	0	0	0	0
Total comprehensive income for the period	48,393	35,289	94,428	72,613
Attributable to:				
Equity shareholders of the Company	47,440	34,593	92,890	71,425
Minority interests	953	696	1,538	1,188
	48,393	35,289	94,428	72,613
Total comprehensive income for the period attributable to:				
Equity shareholders of the Company	47,360	34,302	91,171	68,334
- Exchange difference translation	1,033	987	3,257	4,279
	48,393	35,289	94,428	72,613
Earnings per share attributed to equity holders of the Company				
Basic (sen)	7.42	5.41	14.53	11.17

The Condensed Consolidated Statements of Comprehensive Income should be read in conjunction with the Audited Annual Financial Statements for the year ended 31 December 2014

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NOTES TO CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

(These figures have not been audited)

Current Quarter period ended 30/06/2015	Financial period ended 30/06/2015
RM '000	RM '000

Other operating income

Interest income	280	728
Rental income	39	78
Other income	687	1,064
Gain/(loss) in disposal of assets	11	140
Bad debts recovered	-	-
	1,017	2,010
Interest expenses	2,430	4,665
Depreciation	15,908	32,407
Provision for/write off of receivables	-	-
Provision for/write off of inventories	-	-
Gain/(loss) on disposal of unquoted investment	-	-
Gain/(loss) on disposal of properties	-	-
Impairment of assets	-	-
Foreign exchange gain/(loss) - realised	8,609	16,235
Foreign exchange gain/(loss) - unrealised	-	-
Gain/ (loss) on derivatives - unrealised	-	-
Exceptional items	-	-

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CONDENSED CONSOLIDATED CASH FLOW STATEMENTS

(These figures have not been audited)

	Year to date ended 30/06/2015	Audited Year to date ended 31/12/2014
	RM '000	RM '000
Net profit before taxation	119,180	186,721
Adjustment for non-cash items		
Depreciation	32,407	55,939
Interest and dividend income	(728)	(2,448)
Interest expenses	4,665	8,144
Gain/(loss) from disposal of fixed assets	(140)	(81)
Foreign exchange (gain)/loss - unrealised	0	(16,883)
Loss on derivatives - unrealised	0	14,459
Negative goodwill	0	0
Impairment of assets	0	0
Operating profit before changes in working capital	<u>155,384</u>	<u>245,851</u>
Changes in Working Capital		
Net change in current assets	(19,597)	(72,315)
Net change in current liabilities	(38,726)	28,956
Cash from operating activities	<u>97,061</u>	<u>202,492</u>
Dividends paid	0	(44,762)
Interest expenses	(4,665)	(8,144)
Interest income	728	2,448
Taxation paid	(16,279)	(37,387)
Net cash from operating activities	<u>76,845</u>	<u>114,647</u>
Investing Activities		
Proceed from disposal of fixed assets	346	1,412
Disposal/(Acquisition) of other investments	8,143	(8,143)
Acquisition of property, plant and equipment	(82,883)	(141,279)
	<u>2,451</u>	<u>(33,363)</u>
Financing activities		
Additional/(Repayment) of finance lease liabilities	7,364	(14,049)
Additional/(Repayment) of bank borrowings	(2,561)	9,842
Proceed from disposal of treasury shares	0	0
Decrease in deposit pledged	0	0
Net change in cash & cash equivalent	<u>7,254</u>	<u>(37,570)</u>
Cash & cash equivalent at beginning of year	60,576	98,146
Cash & cash equivalent at end of the period	<u>67,830</u>	<u>60,576</u>
Cash & cash equivalent at end of the period		
Cash & bank balances	24,395	38,143
Short term deposits with licensed banks	43,691	25,756
Bank overdrafts	0	(3,067)
	<u>68,086</u>	<u>60,832</u>
Less Deposits pledged to banks	(256)	(256)
	<u>67,830</u>	<u>60,576</u>

The Condensed Consolidated Cash Flow Statement should be read in conjunction with the Audited Annual Financial Statements for the year ended 31 December 2014