

**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 31/03/2016 <b>RM '000</b>	AUDITED AS AT PRECEDING FINANCIAL YEAR END 31/12/2015 <b>RM '000</b>
<b>ASSETS</b>		
<b>Non-Current Assets</b>		
Property, plant & equipment	766,444	771,450
Goodwill on consolidation	4,926	4,926
Other investments	5,314	5,314
Deferred tax asset	0	36
	<b>776,684</b>	<b>781,726</b>
<b>Current Assets</b>		
Inventories	208,928	205,588
Trade receivables	279,693	285,823
Current tax assets	0	2,061
Other receivables	28,401	32,714
Cash and bank balances	179,191	168,383
	<b>696,213</b>	<b>694,569</b>
<b>TOTAL ASSETS</b>	<b><u>1,472,897</u></b>	<b><u>1,476,295</u></b>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity attributable to equity holders of the Company</b>		
Share capital	319,734	319,734
Reserves	682,493	631,187
	<b>1,002,227</b>	<b>950,921</b>
Non-controlling interests	26,530	25,525
<b>Total Equity</b>	<b><u>1,028,757</u></b>	<b><u>976,446</u></b>
<b>Non-Current Liabilities</b>		
Loans and borrowings	81,896	88,214
Deferred tax liabilities	73,988	72,379
Finance lease liabilities	10,240	15,265
	<b>166,124</b>	<b>175,858</b>
<b>Current Liabilities</b>		
Trade and other payables	135,094	186,009
Derivative financial liabilities	0	536
Finance lease liabilities	21,856	24,473
Bank borrowings	87,589	84,559
Term loans	16,375	10,781
Taxation	17,102	17,633
	<b>278,016</b>	<b>323,991</b>
<b>Total liabilities</b>	<b><u>444,140</u></b>	<b><u>499,849</u></b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b><u>1,472,897</u></b>	<b><u>1,476,295</u></b>
<b>Net assets per share (sen)</b>	156	148

The Condensed Consolidated Statements of Financial Position should be read in conjunction with the Audited Annual Financial Statements for the year ended 31 December 2015

**KOSSAN RUBBER INDUSTRIES BHD**  
**Company No. 48166-W**  
**(Incorporated in Malaysia)**

**CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY**  
*(These figures have not been audited)*

	Attributable to equity holders of Company				Total RM '000	Non- Controlling Interests RM '000	Total RM '000
	Share Capital	Share Premium	Translation Reserve	Retained earnings			
	RM '000	RM '000	RM '000	RM '000			
<b>Unaudited - period ended 31 March 2016</b>							
<b>At 01 January 2016</b>	319,734	4,151	7,417	619,619	950,921	25,525	976,446
<b>Total comprehensive income for the period (cumulative)</b>	0	0	0	51,306	51,306	1,005	52,311
<b>At 31 March 2016</b>	319,734	4,151	7,417	670,925	1,002,227	26,530	1,028,757
<b>Unaudited - period ended 31 March 2015</b>							
<b>At 01 January 2015</b>	319,734	4,151	2,109	481,036	807,030	20,983	828,013
<b>Total comprehensive income for the period (cumulative)</b>	0	0	748	45,450	46,198	585	46,783
<b>At 31 March 2015</b>	319,734	4,151	2,857	526,486	853,228	21,568	874,796

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 2015

**KOSSAN RUBBER INDUSTRIES BHD**

Company No. 48166-W

(Incorporated in Malaysia)

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

	INDIVIDUAL PERIOD		CUMULATIVE PERIOD	
	Current year Quarter 31/03/2016	Preceding Year Corresponding Quarter 31/03/2015	Current year to Date (unaudited) 31/03/2016	Preceding Year to Date (audited) 31/03/2015
	RM '000	RM '000	RM '000	RM '000
<b>Revenue</b>	412,280	369,256	412,280	369,256
Operating expenses	(344,934)	(309,008)	(344,934)	(309,008)
Other operating income	819	993	819	993
Profit from operations	68,165	61,241	68,165	61,241
Finance cost	(2,513)	(2,235)	(2,513)	(2,235)
<b>Profit before taxation</b>	65,652	59,006	65,652	59,006
Taxation	(13,341)	(12,971)	(13,341)	(12,971)
<b>Profit after taxation</b>	52,311	46,035	52,311	46,035
<b>Other comprehensive income, net of tax</b>				
- Exchange difference translation	0	0	0	0
<b>Total comprehensive income for the period</b>	52,311	46,035	52,311	46,035
<b>Attributable to:</b>				
Equity shareholders of the Company	51,306	45,450	51,306	45,450
Non-controlling interests	1,005	585	1,005	585
	52,311	46,035	52,311	46,035
<b>Total comprehensive income for the period attributable to:</b>				
Equity shareholders of the Company	51,306	45,450	51,306	45,450
Non-controlling interests	1,005	585	1,005	585
	52,311	46,035	52,311	46,035
<b>Earnings per share attributed to equity holders of the Company</b>				
Basic (sen)	8.02	7.11	8.02	7.11

**The Condensed Consolidated Statements of Comprehensive Income should be read in conjunction with the Audited Annual Financial Statements for the year ended 31 December 2015**

**KOSSAN RUBBER INDUSTRIES BHD**

Company No. 48166-W  
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**NOTES TO CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME**

*(These figures have not been audited)*

<b>Current Quarter ended 31/03/2016 RM '000</b>	<b>Financial period ended 31/03/2016 RM '000</b>
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**Other operating income**

Interest income	276	276
Rental income	12	12
Other income	531	531
Gain/(loss) in disposal of assets	-	-
Bad debts recovered	-	-
	<b>819</b>	<b>819</b>
<b>Interest expenses</b>	<b>2,513</b>	<b>2,513</b>
<b>Depreciation</b>	<b>17,358</b>	<b>17,358</b>
<b>Provision for/write off of receivables</b>	<b>-</b>	<b>-</b>
<b>Provision for/write off of inventories</b>	<b>-</b>	<b>-</b>
<b>Gain/(loss) on disposal of unquoted investment</b>	<b>-</b>	<b>-</b>
<b>Gain/(loss) on disposal of properties</b>	<b>-</b>	<b>-</b>
<b>Impairment of assets</b>	<b>-</b>	<b>-</b>
<b>Foreign exchange gain/(loss) - realised</b>	<b>4,210</b>	<b>4,210</b>
<b>Foreign exchange gain/(loss) - unrealised</b>	<b>-</b>	<b>-</b>
<b>Gain/ (loss) on derivatives - unrealised</b>	<b>-</b>	<b>-</b>
<b>Exceptional items</b>	<b>-</b>	<b>-</b>

**KOSSAN RUBBER INDUSTRIES BHD**

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**CONDENSED CONSOLIDATED CASH FLOW STATEMENTS**

(These figures have not been audited)

	Year to date ended 31/03/2016 <b>RM '000</b>	Audited Year to date ended 31/12/2015 <b>RM '000</b>
<b>Net profit before taxation</b>	65,652	268,567
<b>Adjustment for non-cash items</b>		
Depreciation	17,358	66,908
Interest and dividend income	(276)	(2,166)
Interest expenses	2,513	10,155
Gain/(loss) from disposal of fixed assets	0	(22)
Foreign exchange (gain)/loss - unrealised	0	(5,628)
Loss on derivatives - unrealised	0	536
Negative goodwill	0	0
Impairment of assets	0	31
<b>Operating profit before changes in working capital</b>	<u>85,247</u>	<u>338,381</u>
<b>Changes in Working Capital</b>		
Net change in current assets	7,211	(51,831)
Net change in current liabilities	(51,451)	15,662
<b>Cash from operating activities</b>	<u>41,007</u>	<u>302,212</u>
Dividends paid	0	(64,501)
Interest expenses	(2,513)	(10,155)
Interest income	276	2,166
Taxation paid	(10,166)	(37,227)
<b>Net cash from operating activities</b>	<u>28,604</u>	<u>192,495</u>
<b>Investing Activities</b>		
Proceed from disposal of fixed assets	0	1,283
Disposal/(Acquisition) of other investments	0	8,316
Acquisition of property, plant and equipment	(12,352)	(97,623)
	<u>16,252</u>	<u>104,471</u>
<b>Financing activities</b>		
Additional/(Repayment) of finance lease liabilities	(7,642)	(23,162)
Additional/(Repayment) of bank borrowings	2,306	24,404
Proceed from disposal of treasury shares	0	0
Decrease in deposit pledged	0	0
<b>Net change in cash &amp; cash equivalent</b>	<u>10,916</u>	<u>105,713</u>
<b>Cash &amp; cash equivalent at beginning of year</b>	168,275	62,562
<b>Cash &amp; cash equivalent at end of the period</b>	<u><u>179,191</u></u>	<u><u>168,275</u></u>
<b>Cash &amp; cash equivalent at end of the period</b>		
Cash & bank balances	51,391	108,275
Short term deposits with licensed banks	127,908	60,108
Bank overdrafts	0	0
	<u>179,299</u>	<u>168,383</u>
Less Deposits pledged to banks	(108)	(108)
	<u><u>179,191</u></u>	<u><u>168,275</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 2015**