



**KOSSAN RUBBER INDUSTRIES BHD**

Company No. 48166-W  
(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION**

	UNAUDITED AS AT 31/03/2020 RM '000	AUDITED AS AT 31/12/2019 RM '000
<b>ASSETS</b>		
<b>Non-Current Assets</b>		
Property, plant & equipment	1,205,379	1,206,888
Investment properties	5,223	101,921
Asset held for sale	96,698	0
Investment in joint venture	1,355	1,355
Other investments	398	398
Goodwill on consolidation	4,926	4,926
Rights-of-use assets	119,746	108,761
Deferred tax assets	13,399	13,399
	<u>1,447,124</u>	<u>1,437,648</u>
<b>Current Assets</b>		
Inventories	311,238	321,525
Trade receivables	432,256	395,816
Derivative financial assets	0	2,349
Other receivables	24,069	35,554
Cash and bank balances	225,245	162,250
	<u>992,808</u>	<u>917,494</u>
<b>TOTAL ASSETS</b>	<u><u>2,439,932</u></u>	<u><u>2,355,142</u></u>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity attributable to equity holders of the Company</b>		
Share capital	323,885	323,885
Reserves	1,165,229	1,100,405
	<u>1,489,114</u>	<u>1,424,290</u>
Non-controlling interests	27,188	26,721
<b>Total Equity</b>	<u>1,516,302</u>	<u>1,451,011</u>
<b>Non-Current Liabilities</b>		
Loans and borrowings	157,117	163,291
Deferred tax liabilities	94,908	93,033
Lease liabilities	9,399	9,294
	<u>261,424</u>	<u>265,618</u>
<b>Current Liabilities</b>		
Trade and other payables	182,747	253,178
Derivative financial liabilities	13,500	0
Lease liabilities	15,228	3,582
Bank borrowings	410,973	324,743
Term loans	64,450	77,200
Taxation	-24,692	-20,190
	<u>662,206</u>	<u>638,513</u>
<b>Total liabilities</b>	<u>923,630</u>	<u>904,131</u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<u><u>2,439,932</u></u>	<u><u>2,355,142</u></u>
<b>Net assets per share (sen)</b>	116.05	110.98

The Condensed Consolidated Statements of Financial Position should be read in conjunction with the Audited Annual Financial Statements for the year ended 31 December 2019



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

**UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY**

	Attributable to equity holders of Company				Total	Non-Controlling Interests	Total
	Share Capital	Translation Reserve	Capital Reserve	Retained earnings			
	RM '000	RM '000	RM '000	RM '000	RM '000	RM '000	RM '000
<b>Unaudited - for the period ended 31 March 2020</b>							
<b>At 01 January 2020</b>	323,885	5,148	(397)	1,095,654	1,424,290	26,721	1,451,011
<b>Dividends</b>							
To owners of the Company	0	0	0	0	0	0	0
To non-controlling interests				0	0	0	0
<b>Foreign currency translation difference from foreign operations</b>	0	21	0	0	21	0	21
<b>Total comprehensive income for the period (cumulative)</b>	0	0	0	64,803	64,803	467	65,270
<b>Reduction in minority interest</b>	0	0	0	0	0		0
<b>At 31 March 2020</b>	323,885	5,169	(397)	1,160,457	1,489,114	27,188	1,516,302
<b>Unaudited - for the period ended 31 March 2019</b>							
<b>At 01 January 2019</b>	323,885	4,950	(240)	986,269	1,314,864	27,510	1,342,374
<b>Dividends</b>							
To non-controlling interests	0	0	0	0	0	0	0
To owners of the Company	0	0	0	(38,368)	(38,368)	0	(38,368)
<b>Foreign currency translation difference from foreign operations</b>	0	1,343	0	0	1,343	0	1,343
<b>Total comprehensive income for the period (cumulative)</b>	0	0	0	58,723	58,723	749	59,472
<b>At 31 March 2019</b>	323,885	6,293	(240)	1,006,624	1,336,562	28,259	1,364,821

The Unaudited Condensed Consolidated Statements of Changes in Equity should be read in conjunction with the Audited Annual Financial Statements for the year ended 31 December 2019



**KOSSAN RUBBER INDUSTRIES BHD**

Company No. 48166-W  
(Incorporated in Malaysia)

**UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME**

	INDIVIDUAL PERIOD		UNAUDITED	AUDITED
	Current year Quarter 31/03/2020	Preceding Year Corresponding Quarter 31/03/2019	Current Year to Date 31/03/2020	Preceding Year to Date 31/03/2019
	RM '000	RM '000	RM '000	RM '000
<b>Revenue</b>	611,465	561,468	611,465	561,468
Operating expenses	(527,414)	(482,698)	(527,414)	(482,698)
Other operating income	2,221	951	2,221	951
Profit from operations	86,272	79,721	86,272	79,721
Finance cost	(3,738)	(4,643)	(3,738)	(4,643)
<b>Profit before taxation</b>	82,534	75,078	82,534	75,078
Taxation	(17,264)	(15,606)	(17,264)	(15,606)
<b>Profit after taxation</b>	65,270	59,472	65,270	59,472
<b>Other comprehensive income, net of tax</b>				
- Exchange difference translation	0	0	0	0
<b>Total comprehensive income for the period/year</b>	65,270	59,472	65,270	59,472
<b>Attributable to:</b>				
Equity shareholders of the Company	64,803	58,723	64,803	58,723
Non-controlling interests	467	749	467	749
	65,270	59,472	65,270	59,472
<b>Total comprehensive income for the period/year attributable to:</b>				
Equity shareholders of the Company	64,803	58,723	64,803	58,723
Non-controlling interests	467	749	467	749
	65,270	59,472	65,270	59,472
<b>Earnings per share attributed to equity holders of the Company</b>				
Basic/diluted (sen)	5.07	4.59	5.07	4.59

The Unaudited Condensed Consolidated Statements of Comprehensive Income should be read in conjunction with the Audited Annual Financial Statements for the year ended 31 December 2019



**KOSSAN RUBBER INDUSTRIES BHD**

Company No. 48166-W  
(Incorporated in Malaysia)

**NOTES TO UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME**

**Current Quarter  
and Financial  
Period ended  
31/03/2020  
RM '000**

**Other operating income**

Interest income	1,000
Rental income	121
Other income	1,100
Gain/(loss) in disposal of assets	-
Bad debts recovered	-
	<b>2,221</b>
<b>Interest expenses</b>	<b>3,738</b>
<b>Depreciation</b>	<b>25,370</b>
<b>Provision for/write off of receivables</b>	<b>-</b>
<b>Provision for/write off of inventories</b>	<b>-</b>
<b>Gain/(loss) on disposal of unquoted investment</b>	<b>-</b>
<b>Gain/(loss) on disposal of properties</b>	<b>-</b>
<b>Impairment of assets</b>	<b>-</b>
<b>Foreign exchange gain/(loss) - realised</b>	<b>3,940</b>
<b>Foreign exchange gain/(loss) - unrealised</b>	<b>14,153</b>
<b>Gain/ (loss) on derivatives - unrealised</b>	<b>(13,500)</b>
<b>Exceptional items</b>	<b>-</b>



**KOSSAN RUBBER INDUSTRIES BHD**

Company No. 48166-W  
(Incorporated in Malaysia)

**UNAUDITED CONDENSED CONSOLIDATED CASH FLOW STATEMENTS**

	Year to date ended 31/03/2020 RM '000	Year to date ended 31/03/2019 RM '000
<b>Net profit before taxation</b>	82,534	75,078
<b>Adjustment for non-cash items</b>		
Depreciation	25,370	23,211
Interest income	(1,000)	(313)
Interest expenses	3,738	4,643
Gain/(loss) from disposal of fixed assets	0	0
Impairment loss on trade receivables	0	0
Foreign exchange gain/(loss) - unrealised	(14,153)	(650)
Gain/(loss) on derivatives - unrealised	13,500	0
Share of losses of equity-accounted joint venture, net of tax	0	0
Impairment of assets	0	0
<b>Operating profit before changes in working capital</b>	<u>109,989</u>	<u>101,969</u>
<b>Changes in Working Capital</b>		
Net change in current assets	2,621	420
Net change in current liabilities	(70,431)	(38,654)
<b>Cash from operating activities</b>	<u>42,179</u>	<u>63,735</u>
Dividends paid	0	(38,368)
Interest expenses	(3,738)	(4,643)
Interest income	1,000	313
Taxation paid	(19,891)	(12,161)
<b>Net cash from operating activities</b>	<u>19,550</u>	<u>8,876</u>
<b>Investing activities</b>		
Proceed from disposal of fixed assets	0	0
Acquisition of additional investments in subsidiary	0	0
Acquisition of property, plant and equipment	(23,861)	(50,468)
	<u>(4,311)</u>	<u>(41,592)</u>
<b>Financing activities</b>		
Additional/(Repayment) of finance lease liabilities	0	(44)
Additional/(Repayment) of bank borrowings	67,306	42,745
<b>Net change in cash &amp; cash equivalent</b>	<u>62,995</u>	<u>1,109</u>
<b>Effect of exchange rate fluctuations on cash held</b>	0	0
<b>Cash &amp; cash equivalent at beginning of year</b>	162,250	146,315
<b>Cash &amp; cash equivalent at end of the period</b>	<u><u>225,245</u></u>	<u><u>147,424</u></u>
<b>Cash &amp; cash equivalent at end of the period</b>		
Cash & bank balances	179,964	103,084
Short term deposits with licensed banks	45,281	44,340
	<u>225,245</u>	<u>147,424</u>
Less Deposits pledged to banks	0	0
	<u><u>225,245</u></u>	<u><u>147,424</u></u>

**The Unaudited Condensed Consolidated Cash Flow Statement should be read in conjunction with the Audited Annual Financial Statements for the year ended 31 December 2019**