



STRETCHING LIMITS • SINCE 1979

KOSSAN RUBBER INDUSTRIES BHD
Company No. 197901003918 (48166-W)
(Incorporated in Malaysia)

CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION

	UNAUDITED AS AT 30/06/2023 RM '000	AUDITED AS AT 31/12/2022 RM '000
ASSETS		
Non-Current Assets		
Property, plant & equipment	1,322,529	1,356,924
Investment properties	42,945	40,168
Other investments	181	181
Goodwill on consolidation	4,926	4,926
Intangible assets	1,105	1,108
Rights-of-use assets	64,390	63,071
Deferred tax assets	-	4,254
	1,436,076	1,470,632
Current Assets		
Inventories	246,789	287,073
Trade receivables	216,424	264,851
Current tax assets	212,461	205,577
Other receivables	33,307	26,438
Other investments ¹	793,275	724,567
Cash and bank balances	1,239,465	1,348,010
	2,741,721	2,856,516
TOTAL ASSETS	4,177,797	4,327,148
EQUITY AND LIABILITIES		
Equity attributable to equity holders of the Company		
Share capital	323,885	323,885
Reserves	3,474,041	3,551,781
	3,797,926	3,875,666
Non-controlling interests	23,588	22,266
Total Equity	3,821,514	3,897,932
Non-Current Liabilities		
Loans and borrowings	0	291
Deferred tax liabilities	138,678	137,703
Lease liabilities	5,477	6,473
	144,155	144,467
Current Liabilities		
Trade and other payables	172,477	204,883
Derivative financial liabilities	2,026	1,214
Lease liabilities	6,845	6,207
Bank borrowings	13,534	27,353
Term loans	17,246	43,230
Taxation	0	1,862
	212,128	284,749
Total liabilities	356,283	429,216
TOTAL EQUITY AND LIABILITIES	4,177,797	4,327,148
Net assets per share (sen)	148.84	151.89

The Condensed Consolidated Statements of Financial Position should be read in conjunction with the Audited Annual Financial Statements for the year ended 31 December 2022

¹ *Other Investments in current assets represents investments in money market with a redemption notice of one (1) business day and has insignificant risk in the underlying assets invested.*



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UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY

	Attributable to equity holders of Company					Total	Non-Controlling Interests	
	Share Capital	Translation Reserve	Treasury Shares	Capital Reserve	Retained earnings		RM '000	Total
	RM '000	RM '000	RM '000	RM '000	RM '000	RM '000	RM '000	RM '000
Unaudited - for the period ended 30 June 2023								
At 01 January 2023	323,885	3,817	(26,764)	2,431	3,572,297	3,875,666	22,266	3,897,932
Movement during the period	-	13,603	-	-	-	13,603	-	13,603
Dividends To owners of the Company	-	-	-	-	(63,790)	(63,790)	-	(63,790)
Total comprehensive income for the period	-	-	-	-	(27,553)	(27,553)	1,322	(26,231)
At 30 June 2023	323,885	17,420	(26,764)	2,431	3,480,954	3,797,926	23,588	3,821,514
Unaudited - for the period ended 30 June 2022								
At 01 January 2022	323,885	12,890	(26,764)	939	3,721,396	4,032,346	28,003	4,060,349
Movement during the period	-	1,214	-	-	-	1,214	-	1,214
Dividends To owners of the Company	-	-	-	-	(306,194)	(306,194)	-	(306,194)
Total comprehensive income for the period	-	-	-	-	136,095	136,095	1,052	137,147
At 30 June 2022	323,885	14,104	(26,764)	939	3,551,297	3,863,461	29,055	3,892,516

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 2022



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UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME

	INDIVIDUAL PERIOD		CUMULATIVE PERIOD	
	Current year Quarter 30/06/2023	Preceding Year Corresponding Quarter 30/06/2022	Current Year to Date 30/06/2023	Preceding Year to Date 30/06/2022
	RM '000	RM '000	RM '000	RM '000
Revenue	387,543	589,859	782,251	1,274,164
Operating expenses	(401,833)	(538,637)	(832,409)	(1,111,973)
Other operating income	17,077	14,038	34,319	23,933
Profit/(loss) from operations	2,787	65,260	(15,839)	186,124
Finance cost	(257)	(965)	(705)	(1,990)
Profit/(loss) before taxation	2,530	64,295	(16,544)	184,134
Taxation	(5,186)	(17,800)	(9,687)	(46,987)
Profit/(loss) after taxation	(2,656)	46,495	(26,231)	137,147
Other comprehensive income, net of tax				
- Exchange difference translation	-	-	-	-
Total comprehensive income for the period	(2,656)	46,495	(26,231)	137,147
Attributable to:				
Equity shareholders of the Company	(3,298)	45,992	(27,553)	136,095
Non-controlling interests	642	503	1,322	1,052
	(2,656)	46,495	(26,231)	137,147
Total comprehensive income for the period attributable to:				
Equity shareholders of the Company	(3,298)	45,992	(27,553)	136,095
Non-controlling interests	642	503	1,322	1,052
	(2,656)	46,495	(26,231)	137,147
Earnings/(loss) per share attributed to equity holders of the Company				
Basic/diluted (sen)	(0.13)	1.80	(1.08)	5.33

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 2022



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NOTES TO UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME

	Current Quarter ended 30/06/2023 RM '000	Current Financial Period ended 30/06/2023 RM '000
<u>Other operating income</u>		
Interest income	9,583	18,792
Investment income	968	1,335
Fair value gains on financial asset at FVTPL	5,775	12,356
Rental income	153	317
Other income	598	1,519
	17,077	34,319
<u>Other expenses</u>		
Interest expenses	257	705
Depreciation	28,382	60,793
Property plant and equipment written off	4,411	4,411
Foreign exchange (gain)/loss - realised	5,196	5,084
Foreign exchange (gain)/loss - unrealised	(6,479)	(7,607)
(Gain)/loss on derivatives - unrealised	(2,953)	2,026



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UNAUDITED CONDENSED CONSOLIDATED CASH FLOW STATEMENTS

	Period to date ended 30/06/2023 RM '000	Period to date ended 30/06/2022 RM '000
Net profit/(loss) before taxation	(16,544)	184,134
Adjustment for non-cash items		
Depreciation	60,793	63,131
Interest income	(18,792)	(9,043)
Interest expenses	705	1,990
Property plant and equipment written off	4,411	2,908
Foreign exchange gain - unrealised	(7,607)	(5,711)
Fair value gains on financial asset at FVTPL	(12,356)	(8,107)
Loss on derivatives - unrealised	2,026	6,421
Operating profit before changes in working capital	<u>12,636</u>	<u>235,723</u>
Changes in Working Capital		
Net change in current assets	113,382	216,543
Net change in current liabilities	(31,594)	(70,778)
Cash from operating activities	<u>94,424</u>	<u>381,488</u>
Dividends paid	(63,790)	(306,194)
Interest expenses	(705)	(1,990)
Interest income	18,792	9,043
Taxation paid	(13,204)	(327,142)
Net cash from operating activities	<u>35,517</u>	<u>(244,795)</u>
Investing activities		
Investment in financial instruments	(68,708)	(795,090)
Acquisition of property, plant and equipment	(33,583)	(42,880)
	<u>(66,774)</u>	<u>(1,082,765)</u>
Financing activities		
Additional finance lease liabilities	(1,677)	745
Repayment of bank borrowings	(40,094)	(42,712)
Net change in cash & cash equivalent	<u>(108,545)</u>	<u>(1,124,732)</u>
Cash & cash equivalent at beginning of year	1,348,010	2,557,765
Cash & cash equivalent at end of the period	<u><u>1,239,465</u></u>	<u><u>1,433,033</u></u>
Cash & cash equivalent at end of the period		
Cash & bank balances	1,129,752	1,284,563
Short term deposits with licensed banks	109,713	148,470
	<u><u>1,239,465</u></u>	<u><u>1,433,033</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 2022