

KIM LOONG RESOURCES BERHAD

(Registration No. 197501000991 (22703-K))

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	CURRENT YEAR QUARTER 31/01/2025 RM'000	PRECEDING YEAR CORRESPONDING QUARTER 31/01/2024 RM'000	CURRENT YEAR TO-DATE 31/01/2025 RM'000	PRECEDING YEAR CORRESPONDING PERIOD 31/01/2024 RM'000
Revenue	443,320	365,161	1,684,021	1,526,133
Cost of sales	<u>(383,289)</u>	<u>(303,352)</u>	<u>(1,385,558)</u>	<u>(1,250,295)</u>
Gross profit	60,031	61,809	298,463	275,838
Other income	7,769	4,701	25,139	17,582
Operating expenses	(26,261)	(24,039)	(64,485)	(58,646)
Finance costs	<u>(1,608)</u>	<u>(618)</u>	<u>(3,312)</u>	<u>(2,490)</u>
Profit before tax	39,931	41,853	255,805	232,284
Tax	<u>(9,520)</u>	<u>(10,712)</u>	<u>(60,858)</u>	<u>(54,425)</u>
Profit for the period	<u>30,411</u>	<u>31,141</u>	<u>194,947</u>	<u>177,859</u>
Other comprehensive income:				
Net movement on cash flow hedge	-	-	-	-
Tax relating to other comprehensive income	-	-	-	-
Other comprehensive income for the period, net of tax	-	-	-	-
Total comprehensive income for the period	<u>30,411</u>	<u>31,141</u>	<u>194,947</u>	<u>177,859</u>
Profit for the period attributable to:				
Owners of the Company	22,796	24,911	161,780	147,751
Non-controlling interests	<u>7,615</u>	<u>6,230</u>	<u>33,167</u>	<u>30,108</u>
	<u>30,411</u>	<u>31,141</u>	<u>194,947</u>	<u>177,859</u>
Total comprehensive income for the period attributable to:				
Owners of the Company	22,796	24,911	161,780	147,751
Non-controlling interests	<u>7,615</u>	<u>6,230</u>	<u>33,167</u>	<u>30,108</u>
	<u>30,411</u>	<u>31,141</u>	<u>194,947</u>	<u>177,859</u>
Earnings per share (sen):				
- Basic	2.33	2.57	16.59	15.25
- Diluted	2.33	2.56	16.56	15.23
Dividends per share (sen)	5.00	5.00	15.00	13.00

(The Unaudited Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Annual Financial Report for the financial year ended 31 January 2024)

KIM LOONG RESOURCES BERHAD

(Registration No. 197501000991 (22703-K))

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	AS AT CURRENT QUARTER ENDED 31/01/2025 RM'000	AS AT PRECEDING FINANCIAL YEAR ENDED 31/01/2024 RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	289,420	275,083
Bearer plants	132,769	132,073
Right-of-use assets	323,722	325,805
Deferred tax assets	549	2,490
Prepayments	2,659	7,632
	749,119	743,083
Current assets		
Inventories	38,553	43,024
Biological assets	6,201	4,558
Receivables	51,225	43,148
Prepayments	1,804	1,578
Tax recoverable	1,062	2,536
Derivatives	21	-
Short term funds	275,307	243,322
Cash and bank balances	248,933	175,475
	623,106	513,641
TOTAL ASSETS	<u>1,372,225</u>	<u>1,256,724</u>
EQUITY AND LIABILITIES		
Current liabilities		
Payables and accruals	92,636	91,753
Loans and borrowings	25,146	15,964
Dividend payable	-	29,180
Derivatives	-	3
Tax payable	20,732	12,583
	138,514	149,483
Net current assets	484,592	364,158
Non-current liabilities		
Loans and borrowings	135,344	35,490
Deferred tax liabilities	97,599	91,327
	232,943	126,817
Total liabilities	371,457	276,300
Net assets	1,000,768	980,424
Equity attributable to owners of the Company		
Share capital	386,799	380,892
Reserves	496,487	485,149
Treasury shares	(918)	(1,124)
	882,368	864,917
Non-controlling interests	118,400	115,507
Total equity	1,000,768	980,424
TOTAL EQUITY AND LIABILITIES	<u>1,372,225</u>	<u>1,256,724</u>
Net assets per share (RM)	0.90	0.89

(The Unaudited Condensed Consolidated Statement of Financial Position should be read in conjunction with the Annual Financial Report for the financial year ended 31 January 2024)

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UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	Attributable to owners of the Company				Non-controlling interests	Total equity	
	Share capital	Option reserve	Retained profits	Treasury shares			Total
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	
Year ended							
<u>31 January 2025</u>							
Balance as at 1 February 2024	380,892	-	485,149	(1,124)	864,917	115,507	980,424
Profit net of tax	-	-	161,780	-	161,780	33,167	194,947
Other comprehensive income	-	-	-	-	-	-	-
Total comprehensive income for the year	-	-	161,780	-	161,780	33,167	194,947
Dividends	-	-	(146,369)	-	(146,369)	(28,112)	(174,481)
Fair value of options under ESOS recognised as share-based payment	-	3,192	-	-	3,192	-	3,192
Issuance of shares arising from exercise of Warrants	5,907	-	(736)	-	5,171	-	5,171
Resale of treasury shares	-	-	336	206	542	-	542
Acquisition from non-controlling interest of a subsidiary company	-	-	(6,865)	-	(6,865)	(2,162)	(9,027)
Total for transactions with owners	5,907	3,192	(153,634)	206	(144,329)	(30,274)	(174,603)
Balance as at 31 January 2025	<u>386,799</u>	<u>3,192</u>	<u>493,295</u>	<u>(918)</u>	<u>882,368</u>	<u>118,400</u>	<u>1,000,768</u>

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UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	Attributable to owners of the Company					Non-controlling interests	Total equity
	Non-distributable		Distributable				
	Share capital	Option reserve	Retained profits	Treasury shares	Total		
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Year ended							
<u>31 January 2024</u>							
Balance as at 1 February 2023	371,865	-	464,148	(1,626)	834,387	119,313	953,700
Profit net of tax	-	-	147,751	-	147,751	30,108	177,859
Other comprehensive income	-	-	-	-	-	-	-
Total comprehensive income for the year	-	-	147,751	-	147,751	30,108	177,859
Dividends	-	-	(126,158)	-	(126,158)	(34,174)	(160,332)
Issuance of shares arising from exercise of Warrants	9,027	-	(1,125)	-	7,902	-	7,902
Resale of treasury of shares	-	-	643	502	1,145	-	1,145
Waiver of intergroup debts	-	-	(110)	-	(110)	110	-
Issuance of shares to non-controlling interest of a subsidiary company	-	-	-	-	-	150	150
Total for transaction with owners	9,027	-	(126,750)	502	(117,221)	(33,914)	(151,135)
Balance as at 31 January 2024	<u>380,892</u>	<u>-</u>	<u>485,149</u>	<u>(1,124)</u>	<u>864,917</u>	<u>115,507</u>	<u>980,424</u>

(The Unaudited Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Annual Financial Report for the financial year ended 31 January 2024)

KIM LOONG RESOURCES BERHAD

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UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

	Year ended 31/01/2025 RM'000	Year ended 31/01/2024 RM'000
Operating activities		
Cash receipts from customers	1,683,407	1,537,392
Rental received	216	208
Interest received	8,779	8,262
Cash paid to suppliers and employees	(1,396,619)	(1,257,896)
Cash generated from operations	295,783	287,966
Interest paid	(2,218)	(2,493)
Tax paid	(43,022)	(50,586)
Net cash from operating activities	250,543	234,887
Investing activities		
Additional investment in existing subsidiary company	(9,027)	-
Proceeds from disposal of property, plant and equipment	3,525	1,826
Acquisition of property, plant and equipment, bearer plants and right-of-use assets	(56,952)	(44,458)
Net investments in short term funds	(26,887)	(73,369)
Real property gains tax refunded/(paid)	-	6
Net cash used in investing activities	(89,341)	(115,995)
Financing activities		
Proceeds from issuance of shares	5,171	7,902
Proceeds from issuance of shares to non-controlling interests (NCI) in subsidiary company	-	150
Net increase in restricted cash	(948)	(20)
Proceeds from loans and borrowings	120,000	3,000
Repayments of loans and borrowings	(10,496)	(9,996)
Dividends paid to shareholders of the Company	(175,550)	(145,328)
Dividends paid to non-controlling interests in subsidiary companies	(28,088)	(34,150)
Proceeds from disposal of treasury shares	1,687	-
Net cash used in financing activities	(88,224)	(178,442)
Net increase/(decrease) in cash and cash equivalents	72,978	(59,550)
Cash and cash equivalents at beginning of year	174,355	233,905
Cash and cash equivalents at end of year (Note a)	<u>247,333</u>	<u>174,355</u>
Note a : Cash and cash equivalents at end of year		
Cash on hand and cash in banks	104,822	92,823
Deposits with licensed banks	144,111	82,652
Cash and bank balances	248,933	175,475
Less: Bank overdrafts	-	(468)
Less: Bank balances with restrictions	(1,600)	(652)
Cash and cash equivalents	<u>247,333</u>	<u>174,355</u>

(The Unaudited Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Annual Financial Report for the financial year ended 31 January 2024)

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EXPLANATORY NOTES

A1. Basis of preparation

The interim financial report is unaudited and has been prepared in accordance with the requirements of MFRS 134: Interim Financial Reporting issued by the Malaysian Accounting Standards Board (“MASB”) and paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad (“Bursa Securities”).

The interim financial report should be read in conjunction with the audited financial statements for the financial year ended 31 January 2024. These explanatory notes attached to the interim financial statements provide an explanation of events and transactions that are significant to the understanding of the changes in the financial position and performance of the Group since the financial year ended 31 January 2024.

The accounting policies and methods of computation adopted by the Group in these interim financial statements are consistent with those adopted in the audited financial statements for the financial year ended 31 January 2024 except for the adoption of the following amended MFRSs which are mandatory for annual financial periods beginning on or after 1 January 2024:

Amendments to MFRS 16 <i>Leases</i> - Lease Liability in a Sale and Leaseback	1 January 2024
Amendments to MFRS 101 <i>Presentation of Financial Statements</i>	
- Classification of Liabilities as Current or Non-current	1 January 2024
- Non-current Liabilities with Covenants	1 January 2024
Amendments to MFRS 107 <i>Statement of Cash Flows</i> and MFRS 7 <i>Financial Instruments: Disclosures</i> - Supplier Finance Arrangements	1 January 2024

The adoption of these amended MFRSs did not have any material impact on the interim financial report of the Group.

The Group has not elected for early adoption of the following new and amended MFRSs and Annual Improvements, which have been issued but not yet effective for the financial year ended 31 January 2025:

	Effective for financial periods beginning on or after
Amendments to MFRS 121 <i>The Effects of Changes in Foreign Exchange Rates</i> – Lack of Exchangeability	1 January 2025
Amendments to MFRS 9 <i>Financial Instruments</i> and MFRS 7 <i>Financial Instruments: Disclosures</i> - Amendments to the Classification and Measurement of Financial Instruments	1 January 2026
Annual Improvements to MFRSs – Volume 11	1 January 2026
Amendments to MFRS 9 <i>Financial Instruments</i> and MFRS 7 <i>Financial Instruments: Disclosures</i> – Contracts Referencing Nature-dependent Electricity	1 January 2026
MFRS 18 <i>Presentation and Disclosure in Financial Statements</i>	1 January 2027
MFRS 19 <i>Subsidiaries without Public Accountability: Disclosures</i>	1 January 2027
Amendments to MFRS 10 and MFRS 128: Sale or Contribution of Assets between an Investor and its Associate or Joint Venture	Deferred

The Group would adopt these new and amended MFRSs and Annual Improvements above, if applicable, when they become effective and does not expect any material impact on the financial statements in the year of initial adoption.

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A2. Seasonal or cyclical factors

Crop production is seasonal and could be affected by severe weather conditions such as El-Nino and La Nina.

Based on observation of records for the past few years, the production of Fresh Fruit Bunches (“FFB”) from our mature estates is normally lower in the first and second quarters and is expected to record a higher production in the second half of the financial year.

The Group’s FFB production for the current quarter was 68,900 MT which was 16% lower than the production recorded in the preceding quarter. The average FFB yield (MT/Ha) for the current quarter was 14% lower as compared the preceding quarter, and it was broadly in line with the yield trend for Sabah state in which approximately 80% of the Group’s plantations landbank is located.

A3. Unusual items

There were no unusual items that have material effects on the assets, liabilities, equity, net income or cash flows for the current financial year-to-date.

A4. Material changes in estimates

There were no changes in estimates that have had a material effect in the current quarter.

A5. Debt and equity securities

There were no issuances, cancellations, repurchases, resale and repayments of debt and equity securities during the year ended 31 January 2025 except for the following:

- (i) issuance of 3,693,591 new ordinary shares pursuant to exercise of 3,693,591 Warrants;
- (ii) resale of 229,000 treasury shares;
- (iii) the Company successfully completed its Medium Term Note (“MTN”) issuance of RM120 million in nominal value under the Unrated MTN Programme on 27 November 2024. The two series of MTN of RM50 million and RM70 million issued have tenure of five (5) years and eight (8) years respectively.
- (iv) establishment of Executives’ Share Option Scheme (“ESOS”) involving up to 10% of the total number of issued shares of the Company (excluding treasury shares, if any) at any point in time during the duration of the ESOS to be granted to the eligible Executive Directors and executives of the Company and its subsidiaries (excluding dormant subsidiaries, if any). The implementation of the ESOS is effective from 27 December 2024 and the number of options offered is 30,752,500.

As at 31 January 2025, the Company held as treasury shares a total of 1,019,000 of its 978,160,043 issued ordinary shares.

The outstanding unexercised number of Warrants and ESOS options as at 31 January 2025 was 3,930,899 and 30,752,500 respectively.

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A6. Dividends paid

The gross dividends paid during the current financial year-to-date were as follows:

- (i) Special single tier dividend of 3 sen per ordinary share in respect of the financial year 2024 paid on 22 February 2024;
- (ii) Second interim single tier dividend of 5 sen per ordinary share in respect of the financial year 2024 paid on 15 May 2024;
- (iii) Interim single tier dividend of 5 sen per ordinary share in respect of the financial year 2025 was paid on 13 November 2024; and
- (iv) Special single tier dividend of 5 sen per ordinary share in respect of the financial year 2025 paid on 17 December 2024.

A7. Segmental information

Major segments by activity:-

	Revenue		Results	
	Year ended		Year ended	
	31/01/2025	31/01/2024	31/01/2025	31/01/2024
	RM'000	RM'000	RM'000	RM'000
Plantation operations	255,874	234,726	141,236	117,131
Milling operations	1,643,039	1,493,417	117,399	110,917
	1,898,913	1,728,143	258,635	228,048
Add/(Less):				
Inter-segment adjustments and eliminations	(214,892)	(202,010)	402	2,136
	<u>1,684,021</u>	<u>1,526,133</u>	259,037	230,184
Add/(Less):				
Unallocated expenses			(14,010)	(8,772)
Finance income			8,992	8,286
Finance costs			(3,312)	(2,490)
Other investment income			5,098	5,076
			<u>255,805</u>	<u>232,284</u>
Profit before tax				
Tax expenses			(60,858)	(54,425)
			<u>194,947</u>	<u>177,859</u>

A8. Material subsequent events

As at 21 March 2025, there were no material subsequent events that have not been reflected in the financial statements for the current financial period.

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A9. Changes in the composition of the Group

There were no changes in the composition of the Group during the current financial year-to-date, including business combination, acquisition or disposal of subsidiaries and long-term investments, restructuring and discontinuing operations except for the following:

On 3 April 2024, the Company acquired the remaining 1 ordinary share, fully paid, in Winsome Yields Sdn. Bhd. (“WYSB”), a 90% owned subsidiary of the Company, for a total cash consideration of RM9,000,000 (“Acquisition”).

As a result of the Acquisition, WYSB became a wholly owned subsidiary of the Company.

A10. Contingent liabilities or Contingent assets

There have been no material changes in contingent liabilities or contingent assets at Group level since the end of last annual reporting period at 31 January 2024.

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ADDITIONAL INFORMATION REQUIRED BY THE LISTING REQUIREMENTS OF BURSA SECURITIES

B1. Review of the performance of the Company and its principal subsidiaries

The Group recorded an impressive revenue and achieved a record profit before tax (“PBT”) of RM1.68 billion and RM255.81 million respectively for the financial year ended 31 January 2025, which were both 10% higher as compared to RM1.53 billion and RM232.28 million respectively for the corresponding period last year. The good performance for the current financial year-to-date was mainly due to higher FFB and CPO prices by 16% and 12% respectively. On the other hand, the FFB production for the current year-to-date was 6% lower as compared to the corresponding period last year whilst the CPO production was marginally lower. Further information and statistics are tabulated below:

	Individual Period (4 th quarter)			Cumulative Period		
	Current Year Quarter	Preceding Year Quarter	Changes (%)	Current Year To-date	Preceding Corresponding Period	Changes (%)
	31/01/2025	31/01/2024		31/01/2025	31/01/2024	
(A) Financial Data:	RM'000	RM'000		RM'000	RM'000	
Revenue	443,320	365,161	21%	1,684,021	1,526,133	10%
Earnings before interest, tax, depreciation and amortisation (“EBITDA”)	52,580	54,080	(3%)	302,337	278,975	8%
Profit before interest and tax	41,539	42,471	(2%)	259,117	234,774	10%
Profit before tax	39,931	41,853	(5%)	255,805	232,284	10%
Profit after tax	30,411	31,141	(2%)	194,947	177,859	10%
Profit attributable to ordinary equity holders of the Company	22,796	24,911	(8%)	161,780	147,751	9%
(B) Statistics:						
Plantation						
FFB production (MT)	68,944	86,013	(20%)	310,212	329,597	(6%)
FFB yield per hectare (MT/Ha)	4.77	5.67	(16%)	20.69	21.69	(5%)
Average FFB selling price (RM/MT)	990	696	42%	825	712	16%
Palm Oil Milling						
CPO production (MT)	70,027	80,830	(13%)	314,738	317,607	(1%)
CPO sold (MT)	73,803	82,445	(10%)	323,184	335,630	(4%)
CPO extraction rate (%)	20.31	20.63	(2%)	20.43	20.61	(1%)
Average CPO selling price (RM/MT)	4,944	3,715	33%	4,291	3,819	12%

Note: CPO represents crude palm oil and is inclusive of palm oil production qualified under the International Sustainability and Carbon Certification (“ISCC”) and/or Italian National Scheme (“INS”).

As at 31 January 2025, the Group’s total planted area (excluding land for infrastructure, unplantable land and area under development) is 15,880 hectares. The age profile of planted area can be analysed as follows:

- < 3 years (Immature): 10%
- 3 – 6 years (Young mature): 19%
- 7 – 15 years (Prime mature): 27%
- 16 – 20 years (Old mature): 21%
- > 20 years (Pre-replanting): 23%

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In the second quarter, the Company acquired an oil palm plantation land measuring approximately 80 hectares which is nearby its existing operations. The vacant possession of the land was taken over in June 2024, and the replanting had been completed in the third quarter.

The Group has carried out replanting of 1,300 hectares during the current year to-date.

Performance analysis by segments (before inter-segments adjustments and eliminations):

	Individual Period (4 th quarter)			Cumulative Period		
	Current Year Quarter	Preceding Year Quarter	Changes (%)	Current Year To-date	Preceding Corresponding Period	Changes (%)
	31/01/2025	31/01/2024		31/01/2025	31/01/2024	
Revenue:	RM'000	RM'000		RM'000	RM'000	
Plantation	68,245	59,903	14%	255,874	234,726	9%
Milling	431,753	357,207	21%	1,643,039	1,493,417	10%
	499,998	417,110	20%	1,898,913	1,728,143	10%
Results:						
Plantation	36,199	27,516	32%	141,236	117,131	21%
Milling	13,489	19,080	(29%)	117,399	110,917	6%
	49,688	46,596	7%	258,635	228,048	13%

Plantation operations

The Group recorded higher revenue and profit for the current quarter as compared to the corresponding period last year mainly due to a 42% higher FFB price, despite a 20% drop in the FFB production for the current quarter.

For the current year-to-date, the revenue and profit were 9% and 21% higher respectively as compared to the corresponding period last year mainly due to higher FFB selling price, despite a 6% drop in the FFB production.

The plantation operations did not face problem in selling its FFB production as most of the produce was supplied to mills within the Group.

Palm oil milling operations

The higher revenue from the milling operations for the current quarter was mainly due to 33% higher average selling price despite a 10% drop in the quantity of CPO sold. As for the year-to-date, 10% higher revenue was mainly on account of a 12% increase in average CPO selling price.

The profit from the milling operations for the current quarter was 29% lower as compared to the corresponding period last year. The drop in the profit performance in the current quarter was mainly due to the lower processing throughput and oil extraction rate. However, the profit from the milling operations for the current financial year-to-date was 6% higher as compared to the preceding year mainly due to better margin as we managed to sell slightly above MPOB average price and high milling capacity utilization in the first three quarters of the year.

The market condition and demand for the Group's milling products has been good and stable for the current quarter and year-to-date.

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The revenue generated from supplying power to grids from our biogas plants for the current quarter was RM2.11 million which was 35% lower as compared to the corresponding period last year. As for the year-to-date, the revenue recorded at RM10.58 million, which was 2% higher as compared to the revenue recorded in the corresponding periods last year.

B2. Comparison of profit before tax for the quarter reported on with the immediate preceding quarter

The PBT for the current quarter was RM39.93 million which was 48% lower than RM76.59 million achieved in the preceding quarter ended 31 October 2024.

The profit from plantation operations decreased by 3% or RM1.13 million to RM36.20 million as compared to RM37.33 million in the preceding quarter, mainly due to lower FFB production and higher operational costs in the current quarter.

For the milling operations, lower CPO production and sales recorded in the current quarter and higher operational cost have resulted the profit from milling operations for the current quarter dropped by 64% to RM13.49 million as compared to RM37.51 million recorded for the preceding quarter.

Total FFB processed has dropped by 18% to 345,000 MT as compared to 422,000 MT in the preceding quarter.

Further information and statistics are tabulated below:

	Current Quarter	Immediate Preceding Quarter	Changes (%)
	31/01/2025	31/10/2024	
(A) Financial Data:	RM'000	RM'000	
Revenue	443,320	446,379	(1%)
Earnings before interest, tax, depreciation and amortisation ("EBITDA")	52,580	87,974	(40%)
Profit before interest and tax	41,539	77,122	(46%)
Profit before tax	39,931	76,589	(48%)
Profit after tax	30,411	57,526	(47%)
Profit attributable to ordinary equity holders of the Company	22,796	49,964	(54%)
(B) Statistics:			
Plantation			
FFB production (MT)	68,944	82,057	(16%)
FFB yield per hectare (MT/Ha)	4.77	5.52	(14%)
Average FFB selling price (RM/MT)	990	798	24%
Palm Oil Milling			
CPO production (MT)	70,027	87,679	(20%)
CPO sold (MT)	73,803	88,668	(17%)
CPO extraction rate (%)	20.31	20.80	(2%)
Average CPO selling price (RM/MT)	4,944	4,117	20%

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B3. Current financial year prospects

The Management targets to achieve 5 - 10% increase in FFB production for the current financial year ending 31 January 2026, after taking into account of better age profile of young palms productive area and on-going replanting program. The Group targets to replant about 300 - 500 hectares in the financial year 2026.

As for palm oil milling operations, the Management expects to achieve a total processing throughput of 1.6 million MT of FFB for the current financial year.

In terms of CPO price prospects, the Management expects the average CPO price for the financial year 2026 to stay in the range of RM4,000 - RM4,500 per MT.

Based on the above, we expect the Group to perform satisfactorily for the financial year 2026.

B4. Variance of actual profit from forecast profit and shortfall in profit guarantee

This is not applicable.

B5. Income tax

	Current Quarter Ended 31/01/2025 RM'000	Financial Year-to-date Ended 31/01/2025 RM'000
Malaysian Income Tax		
- Current year	3,278	52,518
- Underprovision in prior year	-	127
	3,278	52,645
Deferred tax		
- Current year	5,776	7,747
- Underprovision in prior year	466	466
	6,242	8,213
	<u>9,520</u>	<u>60,858</u>

B6. Status of corporate proposals

There is no outstanding corporate proposal as at 21 March 2025.

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B7. Group borrowings and debt securities

The Group's loans and borrowings, which are denominated in Ringgit Malaysia, are as follows:

	As at 31/01/2025 RM'000	As at 31/01/2024 RM'000
<u>Current liabilities:</u>		
Secured:		
Overdrafts	-	468
Revolving credit	5,000	5,500
Term loans	9,996	9,996
	14,996	15,964
Unsecured:		
Medium Term Notes	10,150	-
	<u>25,146</u>	<u>15,964</u>
<u>Non-current liabilities:</u>		
Secured:		
Term loans	25,494	35,490
Unsecured:		
Medium Term Notes	109,850	-
	<u>135,344</u>	<u>35,490</u>
Total loans and borrowings	<u>160,490</u>	<u>51,454</u>

- (a) The movements in terms loans were due to repayments. The Group issued unrated Medium Term Notes of RM120 million during the current financial year.
- (b) Weighted average interest rate of borrowings as at 31 January 2025 was 5.01% per annum. There are no borrowings with fixed interest rate.

B8. Material litigation

As at 21 March 2025, there were no material litigations against the Group.

B9. Dividend

The Board is pleased to declare a second interim single tier dividend of 5 sen per share in respect of the financial year ended 31 January 2025. The Board does not propose any final dividend for the financial year ended 31 January 2025.

- (a) (i) amount per share: 5 sen single tier;
(ii) previous corresponding period: 5 sen single tier per share;
(iii) date of payment: 15 May 2025; and
(iv) in respect of deposited securities, entitlement to dividends will be determined on the basis of the record of the depositors as at 25 April 2025; and
- (b) total dividend for the current financial year: 15 sen single tier per share.

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B10. Earnings per share

Basic earnings per share (“Basic EPS”)

The Basic EPS is calculated by dividing the profit attributable to the owners of the Company for the current quarter and the financial year by the weighted average number of ordinary shares in issue during the current quarter and the financial year respectively, excluding treasury shares held by the Company:

		Current Quarter Ended 31/01/2025	Financial Year-to-date Ended 31/01/2025
Net profit for the period/year	(RM'000)	22,796	161,780
Weighted average number of ordinary shares in issue	('000)	976,522	975,325
Basic EPS	(sen)	2.33	16.59

Diluted earnings per share (“Diluted EPS”)

The Diluted EPS is calculated by dividing the profit attributable to the owners of the Company for the current quarter and the financial year by the weighted average number of ordinary shares in issue during the current quarter and the financial year respectively, which has been adjusted for the number of ordinary shares that could have been converted from the warrants and options under ESOS issued by the Company.

Shares that are anti-dilutive are ignored in the computation of Diluted EPS.

		Current Quarter Ended 31/01/2025	Financial Year-to-date Ended 31/01/2025
Net profit for the period/year	(RM'000)	22,796	161,780
Weighted average number of ordinary shares in issue	('000)	976,522	975,325
Adjustment for dilutive effect of:			
(i) warrants	('000)	1,764	1,579
(ii) options under ESOS	('000)	835	259
Adjusted weighted average number of shares for Diluted EPS	('000)	979,121	977,163
Diluted EPS	(sen)	2.33	16.56

B11. Audit qualification

The auditors' report of the preceding annual financial statements of the Group did not contain any qualification.

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B12. Profit before tax

Profit before tax is arrived at after charging/(crediting) the following items:

	Current Quarter Ended 31/01/2025 RM'000	Financial Year-to-date Ended 31/01/2025 RM'000
(a) Interest income	(2,574)	(8,992)
(b) Other income including investment income	(6,037)	(11,760)
(c) Interest expense	1,608	3,312
(d) Depreciation and amortization	11,041	43,220
(e) Provision for and write off of receivables	5	5
(f) Provision for and write off of inventories	-	-
(g) (Gain) or loss on disposal of investment properties	-	-
(h) Provision for/(Reversal of) impairment of assets	-	-
(i) Foreign exchange (gain)/loss	-	-
(j) (Gain) or loss on derivatives	(25)	(2,767)
(k) Net loss/(gain) arising from changes in fair value of biological assets	(141)	(1,643)
(l) Exceptional items	-	-

B13. Derivatives

As at 31 January 2025, the outstanding derivative contracts entered by the Group are as follows:

<u>Type of Derivatives</u>	Contractual/ Notional Value as at 31/01/2025 RM'000	Fair Value Assets as at 31/01/2025 RM'000
CPO Futures contracts		
- Less than 1 year	12,855	21
	<u>12,855</u>	<u>21</u>

The outstanding CPO Futures contracts were entered for the purpose of hedging the purchase of FFB and/or CPO for committed sales under the milling operations.

There is no change in risks, cash requirements and policies associated with the derivatives since the preceding financial year.

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B14. Gains/losses arising from fair value changes of financial liabilities

	Current Quarter Ended 31/01/2025 RM'000	Financial Year-to-date Ended 31/01/2025 RM'000
<u>Gains arising from fair value changes of financial liabilities:</u>		
- CPO Futures contracts	<u>(1,003)</u>	<u>(3)</u>

- (a) The fair value gains were arising from the transactions under the CPO Futures contracts.
- (b) The fair value gains were due to favourable movements in CPO price in commodity derivatives market.
- (c) The fair values changes are derived based on:
- (i) the difference of contract value upon closure or settlement of contracts; and
 - (ii) the difference in value of outstanding contracts by reference to mark-to-market value and/or closing price quoted at the end of the reporting period.

B15. Additional Information

- (a) Receivables

Total receivables as at 31 January 2025 is RM51.23 million of which RM42.25 million is trade in nature with normal trade credit terms of less than 60 days.