

KIM LOONG RESOURCES BERHAD

(Registration No. 197501000991 (22703-K))

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

	INDIVIDUAL QUARTER CURRENT YEAR QUARTER 31/07/2026 RM'000	PRECEDING YEAR CORRESPONDING QUARTER 31/07/2025 RM'000	CUMULATIVE QUARTER CURRENT YEAR TO-DATE 31/07/2026 RM'000	PRECEDING YEAR CORRESPONDING PERIOD 31/07/2025 RM'000
Revenue	422,758	436,194	872,418	847,911
Cost of sales	<u>(348,371)</u>	<u>(352,507)</u>	<u>(711,686)</u>	<u>(687,257)</u>
Gross profit	74,387	83,687	160,732	160,654
Other income	8,193	7,500	18,317	14,530
Operating expenses	(12,461)	(14,287)	(24,814)	(27,337)
Finance costs	<u>(1,479)</u>	<u>(1,919)</u>	<u>(3,028)</u>	<u>(3,884)</u>
Profit before tax	68,640	74,981	151,207	143,963
Tax	<u>(15,576)</u>	<u>(17,461)</u>	<u>(35,002)</u>	<u>(33,861)</u>
Profit for the period	<u>53,064</u>	<u>57,520</u>	<u>116,205</u>	<u>110,102</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>53,064</u>	<u>57,520</u>	<u>116,205</u>	<u>110,102</u>
Profit for the period attributable to:				
Owners of the Company	44,935	47,306	100,115	89,226
Non-controlling interests	<u>8,129</u>	<u>10,214</u>	<u>16,090</u>	<u>20,876</u>
	<u>53,064</u>	<u>57,520</u>	<u>116,205</u>	<u>110,102</u>
Total comprehensive income for the period attributable to:				
Owners of the Company	44,935	47,306	100,115	89,226
Non-controlling interests	<u>8,129</u>	<u>10,214</u>	<u>16,090</u>	<u>20,876</u>
	<u>53,064</u>	<u>57,520</u>	<u>116,205</u>	<u>110,102</u>
Earnings per share (sen):				
- Basic	4.56	4.82	10.17	9.09
- Diluted	4.55	4.82	10.16	9.09
Dividends per share (sen)	5.00	5.00	5.00	5.00

(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 2026)

KIM LOONG RESOURCES BERHAD

(Registration No. 197501000991 (22703-K))

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	AS AT CURRENT QUARTER ENDED 31/07/2026 RM'000	AS AT PRECEDING FINANCIAL YEAR ENDED 31/01/2026 RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	303,887	304,400
Bearer plants	139,209	136,515
Right-of-use assets	315,566	318,529
Deferred tax assets	605	1,209
Prepayments	11,780	4,760
	771,047	765,413
Current assets		
Inventories	63,109	64,838
Biological assets	6,503	5,403
Receivables	50,704	52,780
Prepayments	4,693	2,540
Tax recoverable	8	125
Derivatives	1,512	269
Short term funds	344,284	329,546
Cash and bank balances	241,648	264,303
	712,461	719,804
TOTAL ASSETS	<u>1,483,508</u>	<u>1,485,217</u>
EQUITY AND LIABILITIES		
Current liabilities		
Payables and accruals	98,677	112,416
Loans and borrowings	33,296	35,296
Lease liabilities	66	64
Derivatives	-	546
Dividend payable	-	29,505
Tax payable	28,950	26,097
	160,989	203,924
Net current assets	<u>551,472</u>	<u>515,880</u>
Non-current liabilities		
Loans and borrowings	89,900	105,048
Lease liabilities	453	437
Deferred tax liabilities	106,237	105,294
	196,590	210,779
Total liabilities	<u>357,579</u>	<u>414,703</u>
Net assets	<u>1,125,929</u>	<u>1,070,514</u>
Equity attributable to owners of the Company		
Share capital	401,704	398,010
Option reserve	7,269	6,748
Retained profits	575,733	534,693
	984,706	939,451
Non-controlling interests	<u>141,223</u>	<u>131,063</u>
Total equity	<u>1,125,929</u>	<u>1,070,514</u>
TOTAL EQUITY AND LIABILITIES	<u>1,483,508</u>	<u>1,485,217</u>
Net assets per share (RM)	1.00	0.96

(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 2026)

KIM LOONG RESOURCES BERHAD

(Registration No. 197501000991 (22703-K))

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
6 months ended 31 July 2026							
Balance as at 1 February 2026	398,010	6,748	534,693	-	939,451	131,063	1,070,514
Profit net of tax	-	-	100,115	-	100,115	16,090	116,205
Other comprehensive income	-	-	-	-	-	-	-
Total comprehensive income for the period	-	-	100,115	-	100,115	16,090	116,205
Dividends	-	-	(59,075)	-	(59,075)	(5,930)	(65,005)
Issuance of options under ESOS	-	1,042	-	-	1,042	-	1,042
Issuance of shares arising from exercise of ESOS	3,694	(521)	-	-	3,173	-	3,173
Total for transactions with owners	3,694	521	(59,075)	-	(54,860)	(5,930)	(60,790)
Balance as at 31 July 2026	401,704	7,269	575,733	-	984,706	141,223	1,125,929

KIM LOONG RESOURCES BERHAD

(Registration No. 197501000991 (22703-K))

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
6 months ended 31 July 2025							
Balance as at 1 February 2025	386,799	3,192	492,936	(917)	882,010	118,394	1,000,404
Profit net of tax	-	-	89,226	-	89,226	20,876	110,102
Other comprehensive income	-	-	-	-	-	-	-
Total comprehensive income for the period	-	-	89,226	-	89,226	20,876	110,102
Dividends	-	-	(49,117)	-	(49,117)	(5,930)	(55,047)
Fair value of options under ESOS	-	2,209	-	-	2,209	-	2,209
Issuance of shares arising from exercise of:							
- Warrants	4,411	-	(550)	-	3,861	-	3,861
- ESOS	3,891	(560)	-	-	3,331	-	3,331
Resale of treasury of shares	-	-	1,485	917	2,402	-	2,402
Total for transaction with owners	8,302	1,649	(48,182)	917	(37,314)	(5,930)	(43,244)
Balance as at 31 July 2025	395,101	4,841	533,980	-	933,922	133,340	1,067,262

(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 2026)

KIM LOONG RESOURCES BERHAD

(Registration No. 197501000991 (22703-K))

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

	6 months ended 31/07/2026 RM'000	6 months ended 31/07/2026 RM'000
Operating activities		
Cash receipts from customers	875,615	849,828
Rental received	141	113
Interest received	4,663	4,893
Cash paid to suppliers and employees	(722,860)	(689,851)
Cash generated from operations	157,559	164,983
Interest paid	(3,028)	(4,939)
Tax paid	(30,486)	(29,998)
Net cash from operating activities	124,045	130,046
Investing activities		
Proceeds from disposal of property, plant and equipment	240	52
Acquisition of property, plant and equipment, bearer plants and right-of-use assets	(28,848)	(20,701)
Net proceeds from compulsory acquisition	-	575
Net investments in short term funds	(8,791)	(53,436)
Net cash used in investing activities	(37,399)	(73,510)
Financing activities		
Proceeds from issuance of shares	3,173	7,192
Net increase in pledged bank balances	(28)	(27)
Repayments of loans and borrowings	(17,148)	(4,998)
Dividends paid to shareholders of the Company	(88,580)	(49,117)
Dividends paid to non-controlling interests in subsidiary companies	(6,746)	(6,746)
Proceeds from disposal of treasury shares	-	2,402
Net cash used in financing activities	(109,329)	(51,294)
Net (decrease)/increase in cash and cash equivalents	(22,683)	5,242
Cash and cash equivalents at beginning of period	262,647	247,333
Cash and cash equivalents at end of period (Note a)	239,964	252,575
Note a : Cash and cash equivalents at end of period		
Cash on hand and cash in banks	127,598	136,021
Deposits with licensed banks	114,050	118,181
Cash and bank balances	241,648	254,202
Less: Pledged bank balances	(1,684)	(1,627)
Cash and cash equivalents	239,964	252,575

(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 2026)

KIM LOONG RESOURCES BERHAD

(Registration No. 197501000991 (22703-K))

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 2026. 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 2026.

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 2026 except for the adoption of the following amended MFRSs which are mandatory for annual financial periods beginning on or after 1 January 2026:

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

The adoption of the above Amendments and Annual Improvements to 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, which have been issued but not yet effective for the financial year ending 31 January 2027:

	Effective for financial periods beginning on or after
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 19 <i>Subsidiaries without Public Accountability: Disclosures</i>	1 January 2027
Amendments to MFRS 121 <i>The Effects of Changes in Foreign Exchange Rates</i> - Translation to a Hyperinflationary Presentation Currency	1 January 2027
MFRS 20 <i>Regulatory Assets and Regulatory Liabilities</i>	1 January 2029
Amendments to MFRS 128 <i>Investments in Associates and Joint Ventures</i> – Amendments to the Fair Value Option for Investments in Associates and Joint Ventures	1 January 2029
Amendments to MFRS 10 and MFRS 128: Sale or Contribution of Assets between an Investor and its Associate or Joint Venture	Deferred

The Group will adopt the new and amended MFRSs above, if applicable, when they become effective and the Group does not expect any material impact on the financial statements in the year of initial adoption except for MFRS 18 which the Group are currently assessing the impact of adoption.

KIM LOONG RESOURCES BERHAD

(Registration No. 197501000991 (22703-K))

A2. Seasonal or cyclical factors

Oil palm fresh fruit bunches (“FFB”) production is generally seasonal. 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 half year and is expected to record a higher production in the second half of the financial year. However, crop production trend could be affected by severe weather conditions such as El-Nino and La Nina.

The Group’s FFB production for the current quarter was 72,400 MT which was 12% higher than the production recorded in the preceding quarter. The average FFB yield (MT/Ha) trend for the current quarter was broadly in line with the national yield trend.

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 first half year ended 31 July 2026 except for the issuance of 1,427,100 new ordinary shares under the Company’s Executives’ Share Option Scheme (“ESOS”).

As at 31 July 2026, there are no treasury shares held by the Company.

The outstanding unexercised number of ESOS options granted as at 31 July 2026 was 28,667,400.

A6. Dividends paid

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

- (i) A special single tier dividend of 3 sen per ordinary share in respect of the financial year 2026 paid on 10 February 2026; and
- (ii) Second interim single tier dividend of 6 sen per ordinary share in respect of the financial year 2026 paid on 18 May 2026.

KIM LOONG RESOURCES BERHAD

(Registration No. 197501000991 (22703-K))

A7. Segmental information

Major segments by activity:-

	Revenue		Results	
	6 months ended		6 months ended	
	31/07/2026	31/07/2025	31/07/2026	31/07/2025
	RM'000	RM'000	RM'000	RM'000
Plantation operations	122,217	141,216	65,113	85,741
Milling operations	854,881	830,308	78,767	56,402
	977,098	971,524	143,880	142,143
Add/(Less):				
Inter-segment adjustments and eliminations	(104,680)	(123,613)	2,425	(1,401)
	872,418	847,911	146,305	140,742
Add/(Less):				
Unallocated expenses			(2,685)	(3,082)
Finance income			4,667	4,809
Finance costs			(3,028)	(3,884)
Other investment income			5,948	5,378
Profit before tax			151,207	143,963
Tax expenses			(35,002)	(33,861)
Profit net of tax			116,205	110,102

A8. Material subsequent events

As at 22 September 2026, there were no material subsequent events that have not been reflected in the financial statements for the current financial period.

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.

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 2026.

A11. Capital commitments

The material capital commitments of the Group as at 31 July 2026 are as follows:

Contracted but not accounted for:
- Property, plant and equipment

RM'000

71,000

KIM LOONG RESOURCES BERHAD

(Registration No. 197501000991 (22703-K))

ADDITIONAL INFORMATION REQUIRED BY THE LISTING REQUIREMENTS OF BURSA SECURITIES**B1. Review of the performance of the Company and its principal subsidiaries**

The Group achieved revenue and profit before tax (“PBT”) of RM872.42 million and RM151.21 million respectively for the current half year ended 31 July 2026, which were 3% and 5% higher as compared to RM847.91 million and RM143.96 million respectively for the corresponding period last year. The improvement in PBT for the current financial year-to-date was mainly due to better processing margin from milling operations. The FFB and CPO productions for the current year-to-date were 18% and 3% lower respectively as compared to the corresponding period last year. Further information and statistics are tabulated below:

	Individual Period (2 nd quarter)			Cumulative Period		
	Current Year Quarter	Preceding Year Quarter	Changes (%)	Current Year To-date	Preceding Corresponding Period	Changes (%)
	31/07/2026	31/07/2025		31/07/2026	31/07/2025	
(A) Financial Data:	RM'000	RM'000		RM'000	RM'000	
Revenue	422,758	436,194	(3%)	872,418	847,911	3%
Earnings before interest, tax, depreciation and amortisation (“EBITDA”)	81,095	87,837	(8%)	176,044	169,761	4%
Profit before interest and tax	70,119	76,900	(9%)	154,235	147,847	4%
Profit before tax	68,640	74,981	(8%)	151,207	143,963	5%
Profit after tax	53,064	57,520	(8%)	116,205	110,102	6%
Profit attributable to ordinary equity holders of the Company	44,935	47,306	(5%)	100,115	89,226	12%
(B) Statistics:						
Plantation						
FFB production (MT)	72,438	86,942	(17%)	136,902	166,610	(18%)
FFB yield per hectare (MT/Ha)	5.23	6.18	(15%)	9.85	11.78	(16%)
Average FFB selling price (RM/MT)	903	794	14%	893	848	5%
Palm Oil Milling						
CPO production (MT)	78,819	88,256	(11%)	153,934	159,425	(3%)
CPO sold (MT)	73,591	86,192	(15%)	157,855	157,211	0%
CPO extraction rate (%)	20.98	20.90	0%	21.12	20.41	3%
Average CPO selling price (RM/MT)	4,508	4,012	12%	4,426	4,288	3%

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 July 2026, the Group’s total planted area (excluding land for infrastructure, unplanted land and area under development) is 15,734 hectares. The age profile of planted area can be analysed as follows:

- a) < 3 years (Immature): 13%
- b) 3 – 6 years (Young mature): 15%
- c) 7 – 15 years (Prime mature): 31%
- d) 16 – 20 years (Old mature): 21%
- e) > 20 years (Pre-replanting): 20%

The Group has carried out replanting of 580 hectares during the current year to-date.

KIM LOONG RESOURCES BERHAD

(Registration No. 197501000991 (22703-K))

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

	Individual Period (2 nd quarter)			Cumulative Period		
	Current Year Quarter	Preceding Year Quarter	Changes (%)	Current Year To-date	Preceding Corresponding Period	Changes (%)
	31/07/2026	31/07/2025		31/07/2026	31/07/2025	
Revenue:	RM'000	RM'000		RM'000	RM'000	
Plantation	65,415	69,024	(5%)	122,217	141,216	(13%)
Milling	413,377	427,714	(3%)	854,881	830,308	3%
	478,792	496,738	(4%)	977,098	971,524	1%
Results:						
Plantation	34,761	38,463	(10%)	65,113	85,741	(24%)
Milling	31,148	34,632	(10%)	78,767	56,402	40%
	65,909	73,095	(10%)	143,880	142,143	1%

Plantation operations

The Group recorded lower revenue and profit for the current quarter and year-to-date as compared to the corresponding periods last year mainly due to lower FFB production, despite an increase in the average FFB selling price for the current quarter and year-to-date.

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

Palm oil milling operations

The lower revenue from the milling operations for the current quarter was mainly due to the 15% lower CPO sales volume despite a 12% higher average CPO selling price. With the lower sales volume, the milling operations recorded profits of RM31.15 million which was 10% lower as compared to the corresponding period last year.

For the current year-to-date, revenue was 3% higher as compared to the corresponding period last year as a result of the higher average palm oil prices. The profit from the milling operations for the current year-to-date was 40% higher than in the corresponding period last year. The increase in profit performance was mainly due to the better processing efficiency and higher oil extraction rate achieved.

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

The revenue generated from supplying power to grids from our biogas plants for the current quarter and year-to-date was RM3.18 million and RM6.73 million respectively, which were 2% lower and 13% higher as compared to 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 RM68.64 million which was 17% lower than RM82.57 million achieved in the preceding quarter ended 30 April 2026.

The profit from plantation operations increased by 15% or RM4.41 million to RM34.76 million as compared to RM30.35 million in the preceding quarter, mainly due to 12% increase in the FFB production.

KIM LOONG RESOURCES BERHAD

(Registration No. 197501000991 (22703-K))

The profit for the palm oil milling operations for the current quarter declined by 35% to RM31.15 million as compared to RM47.62 million recorded for the preceding quarter, mainly due to the drop in CPO sales volume, lower CPO extraction rate and lower gain on derivatives achieved. In addition, the decline in profit was also partly attributable to the gain recorded in the preceding quarter arising from selling 9,100 MT of CPO stock brought forward at lower cost.

Total FFB processed in the current quarter increased by 7% to 376,000 MT as compared to 353,000 MT in the preceding quarter.

Further information and statistics are tabulated below:

	Current Quarter	Immediate Preceding Quarter	Changes (%)
	31/07/2026	30/04/2026	
(A) Financial Data:	RM'000	RM'000	
Revenue	422,758	449,660	(6%)
Earnings before interest, tax, depreciation and amortisation ("EBITDA")	81,095	94,949	(15%)
Profit before interest and tax	70,119	84,116	(17%)
Profit before tax	68,640	82,567	(17%)
Profit after tax	53,064	63,141	(16%)
Profit attributable to ordinary equity holders of the Company	44,935	55,180	(19%)
(B) Statistics:			
Plantation			
FFB production (MT)	72,438	64,464	12%
FFB yield per hectare (MT/Ha)	5.23	4.62	13%
Average FFB selling price (RM/MT)	903	881	2%
Palm Oil Milling			
CPO production (MT)	78,819	75,115	5%
CPO sold (MT)	73,591	84,264	(13%)
CPO extraction rate (%)	20.98	21.26	(1%)
Average CPO selling price (RM/MT)	4,508	4,355	4%

B3. Current financial year prospects

With the lower-than-expected FFB production achieved in the first half year, the Management revises its FFB production target down to 310,000 MT for the financial year ending 31 January 2027, representing a 6% drop from the preceding year, after taking into account the improved age profile of young productive palms and on-going replanting program. The Group targets to replant about 700 hectares in the financial year 2027.

As for palm oil milling operations, the Management expects to achieve an optimum processing throughput of 1.6 million MT of FFB for the financial year 2027.

In terms of CPO price prospects, the Management expects the average CPO price for the financial year 2027 to stay in the range of RM4,500 – RM4,800 per MT. As the prospect of CPO price is expected to be better for the second half of the financial year, we expect the impact of lower FFB production target will be partly cushioned by better CPO price.

Based on the above, we expect the Group to perform satisfactorily for the financial year 2027.

KIM LOONG RESOURCES BERHAD

(Registration No. 197501000991 (22703-K))

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

This is not applicable.

B5. Income tax

	Current Quarter Ended 31/07/2026 RM'000	Financial Year-to-date Ended 31/07/2026 RM'000
Malaysian Income Tax		
- Current year	16,085	33,455
Deferred tax		
- Current year	(509)	1,547
	<u>15,576</u>	<u>35,002</u>

B6. Status of corporate proposals

There is no outstanding corporate proposal as at 22 September 2026.

B7. Group borrowings and debt securities

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

	As at 31/07/2026 RM'000	As at 31/07/2025 RM'000
<u>Current liabilities:</u>		
Secured:		
Revolving credit	3,000	5,000
Term loans	9,996	9,996
	12,996	14,996
Unsecured:		
Medium Term Notes	20,300	20,300
	<u>33,296</u>	<u>35,296</u>
<u>Non-current liabilities:</u>		
Secured:		
Term loans	10,500	20,496
Unsecured:		
Medium Term Notes	79,400	99,700
	<u>89,900</u>	<u>120,196</u>
Total loans and borrowings	<u>123,196</u>	<u>155,492</u>

- (a) The movements in revolving credit, term loans and Medium Term Notes were due to repayments.
- (b) The weighted average interest rate of borrowings as at 31 July 2026 was 4.54% per annum. There are no borrowings with fixed interest rate.

KIM LOONG RESOURCES BERHAD

(Registration No. 197501000991 (22703-K))

B8. Material litigation

As at 22 September 2026, there were no material litigations against the Group.

B9. Dividend

The Board is pleased to declare an interim single tier dividend of 5 sen per share in respect of the financial year ending 31 January 2027.

- (a) (i) amount per share: 5 sen single tier;
(ii) previous corresponding period: 5 sen single tier per share;
(iii) date of payment: 12 November 2026; and
(iv) in respect of deposited securities, entitlement to dividends will be determined on the basis of the record of the depositors as at 23 October 2026; and
- (b) total dividend for the current financial year: 5 sen single tier per share.

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 first half year by the weighted average number of ordinary shares in issue during the current quarter and the first half year respectively, excluding treasury shares held by the Company:

		Current Quarter Ended 31/07/2026	Financial Year-to-date Ended 31/07/2026
Net profit for the period	(RM'000)	44,935	100,115
Weighted average number of ordinary shares in issue	('000)	984,707	984,216
Basic EPS	(sen)	4.56	10.17

KIM LOONG RESOURCES BERHAD

(Registration No. 197501000991 (22703-K))

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 first half year by the weighted average number of ordinary shares in issue during the current quarter and the first half year respectively, which has been adjusted for the number of ordinary shares that could have been issued upon exercise of options under ESOS of the Company.

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

		Current Quarter Ended 31/07/2026	Financial Year-to-date Ended 31/07/2026
Net profit for the period	(RM'000)	44,935	100,115
Weighted average number of ordinary shares in issue	('000)	984,707	984,216
Adjustment for dilutive effect of options under ESOS	('000)	1,859	1,485
Adjusted weighted average number of shares for Diluted EPS	('000)	986,566	985,701
Diluted EPS	(sen)	4.55	10.16

B11. Audit qualification

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

B12. Profit before tax

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

	Current Quarter Ended 31/07/2026 RM'000	Financial Year-to-date Ended 31/07/2026 RM'000
(a) Interest income	(2,466)	(4,667)
(b) Other income including investment income	(4,266)	(7,145)
(c) Interest expense	1,479	3,028
(d) Depreciation and amortization	10,976	21,809
(e) Provision for and write off of receivables	-	-
(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	(1,108)	(5,415)
(k) Net loss/(gain) arising from changes in fair value of biological assets	(357)	(1,100)
(l) Exceptional items	-	-

KIM LOONG RESOURCES BERHAD

(Registration No. 197501000991 (22703-K))

B13. Derivatives

As at 31 July 2026, the outstanding derivatives contracts entered by the Group are as follows:

<u>Type of Derivatives</u>	Contractual/ Notional Value as at 31/07/2026 RM'000	Fair Value Assets as at 31/07/2026 RM'000
CPO Futures contracts		
- Less than 1 year	4,619	113
CPO SWAP contracts		
- Less than 1 year	15,037	1,399
	<u>19,656</u>	<u>1,512</u>

The outstanding CPO Futures and SWAP contracts were entered for the purpose of hedging the purchases of raw material under the milling operations.

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

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

	Current Quarter Ended 31/07/2026 RM'000	Financial Year-to-date Ended 31/07/2026 RM'000
<u>(Gains)/losses arising from fair value changes of financial liabilities:</u>		
- CPO Futures contracts	<u>-</u>	<u>(546)</u>

- (a) The fair value (gains)/losses were arising from the transactions under the CPO Futures contracts.
- (b) The fair value (gains)/losses were due to movements in CPO prices in commodity derivatives market.
- (c) The fair values changes are derived based on:
- the difference of contract value upon closure or settlement of contracts; and
 - 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 July 2026 is RM50.70 million of which RM40.55 million is trade in nature with normal trade credit terms of less than 60 days.