

**KIM LOONG RESOURCES BERHAD**

(Registration No. 197501000991 (22703-K))

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME**

	INDIVIDUAL QUARTER CURRENT YEAR QUARTER 31/10/2025 RM'000	PRECEDING YEAR CORRESPONDING QUARTER 31/10/2024 RM'000	CUMULATIVE QUARTER CURRENT YEAR TO-DATE 31/10/2025 RM'000	PRECEDING YEAR CORRESPONDING PERIOD 31/10/2024 RM'000
Revenue	469,027	446,379	1,316,938	1,240,701
Cost of sales	<u>(390,506)</u>	<u>(361,147)</u>	<u>(1,077,763)</u>	<u>(1,002,269)</u>
Gross profit	78,521	85,232	239,175	238,432
Other income	7,043	5,702	21,573	17,370
Operating expenses	(15,171)	(13,812)	(42,508)	(38,224)
Finance costs	<u>(1,765)</u>	<u>(533)</u>	<u>(5,649)</u>	<u>(1,704)</u>
Profit before tax	68,628	76,589	212,591	215,874
Tax	<u>(16,337)</u>	<u>(19,063)</u>	<u>(50,198)</u>	<u>(51,338)</u>
<b>Profit for the period</b>	<u>52,291</u>	<u>57,526</u>	<u>162,393</u>	<u>164,536</u>
<b>Other comprehensive income:</b>				
Net movement on cash flow hedge	-	-	-	-
Tax relating to other comprehensive income	-	-	-	-
Other comprehensive income for the period, net of tax	-	-	-	-
<b>Total comprehensive income for the period</b>	<u>52,291</u>	<u>57,526</u>	<u>162,393</u>	<u>164,536</u>
<b>Profit for the period attributable to:</b>				
Owners of the Company	43,879	49,964	133,105	138,984
Non-controlling interests	<u>8,412</u>	<u>7,562</u>	<u>29,288</u>	<u>25,552</u>
	<u>52,291</u>	<u>57,526</u>	<u>162,393</u>	<u>164,536</u>
<b>Total comprehensive income for the period attributable to:</b>				
Owners of the Company	43,879	49,964	133,105	138,984
Non-controlling interests	<u>8,412</u>	<u>7,562</u>	<u>29,288</u>	<u>25,552</u>
	<u>52,291</u>	<u>57,526</u>	<u>162,393</u>	<u>164,536</u>
<b>Earnings per share (sen):</b>				
- Basic	4.47	5.12	13.56	14.26
- Diluted	4.47	5.11	13.56	14.23
<b>Dividends per share (sen)</b>	3.00	5.00	8.00	10.00

(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 2025)

**KIM LOONG RESOURCES BERHAD**

(Registration No. 197501000991 (22703-K))

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**

	AS AT CURRENT QUARTER ENDED 31/10/2025 RM'000	AS AT PRECEDING FINANCIAL YEAR ENDED 31/01/2025 RM'000
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	287,231	289,420
Bearer plants	135,032	132,769
Right-of-use assets	319,321	323,721
Deferred tax assets	820	549
Prepayments	2,723	2,440
	745,127	748,899
<b>Current assets</b>		
Inventories	56,036	38,591
Biological assets	7,069	6,201
Receivables	63,511	51,225
Prepayments	3,391	2,023
Tax recoverable	61	1,083
Derivatives	-	21
Short term funds	399,722	275,307
Cash and bank balances	233,552	248,934
	763,342	623,385
<b>TOTAL ASSETS</b>	<b>1,508,469</b>	<b>1,372,284</b>
<b>EQUITY AND LIABILITIES</b>		
<b>Current liabilities</b>		
Payables and accruals	110,308	93,150
Loans and borrowings	35,296	25,146
Dividend payable	49,130	-
Derivatives	1,115	-
Tax payable	32,391	20,641
	228,240	138,937
<b>Net current assets</b>	<b>535,102</b>	<b>484,448</b>
<b>Non-current liabilities</b>		
Loans and borrowings	117,697	135,344
Deferred tax liabilities	99,319	97,599
	217,016	232,943
<b>Total liabilities</b>	<b>445,256</b>	<b>371,880</b>
<b>Net assets</b>	<b>1,063,213</b>	<b>1,000,404</b>
<b>Equity attributable to owners of the Company</b>		
Share capital	395,637	386,799
Option reserve	6,083	3,192
Retained profits	528,801	492,936
Treasury shares	-	(917)
	930,521	882,010
<b>Non-controlling interests</b>	<b>132,692</b>	<b>118,394</b>
<b>Total equity</b>	<b>1,063,213</b>	<b>1,000,404</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>1,508,469</b>	<b>1,372,284</b>
<b>Net assets per share (RM)</b>	<b>0.95</b>	<b>0.90</b>

(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 2025)

**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
9 months ended 31 October 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	-	-	133,105	-	133,105	29,288	162,393
Other comprehensive income	-	-	-	-	-	-	-
Total comprehensive income for the period	-	-	133,105	-	133,105	29,288	162,393
Dividends	-	-	(98,247)	-	(98,247)	(14,990)	(113,237)
Issuance of options under ESOS	-	3,600	-	-	3,600	-	3,600
Cancellation of options under ESOS	-	(72)	72	-	-	-	-
Issuance of shares arising from exercise of:							
- Warrants	4,411	-	(550)	-	3,861	-	3,861
- ESOS	4,427	(637)	-	-	3,790	-	3,790
Resale of treasury shares	-	-	1,485	917	2,402	-	2,402
Total for transactions with owners	8,838	2,891	(97,240)	917	(84,594)	(14,990)	(99,584)
Balance as at 31 October 2025	395,637	6,083	528,801	-	930,521	132,692	1,063,213

**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
9 months ended 31 October 2024							
Balance as at 1 February 2024	380,892	-	485,149	(1,124)	864,917	115,507	980,424
Profit net of tax	-	-	138,984	-	138,984	25,552	164,536
Other comprehensive income	-	-	-	-	-	-	-
Total comprehensive income for the period	-	-	138,984	-	138,984	25,552	164,536
Dividends	-	-	(97,553)	-	(97,553)	(18,890)	(116,443)
Issuance of shares arising from exercise of Warrants	4,464	-	(556)	-	3,908	-	3,908
Acquisition from non-controlling interests	-	-	(6,865)	-	(6,865)	(2,162)	(9,027)
Total for transaction with owners	4,464	-	(104,974)	-	(100,510)	(21,052)	(121,562)
Balance as at 31 October 2024	385,356	-	519,159	(1,124)	903,391	120,007	1,023,398

(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 2025)

**KIM LOONG RESOURCES BERHAD**

(Registration No. 197501000991 (22703-K))

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS**

	9 months ended 31/10/2025 RM'000	9 months ended 31/10/2024 RM'000
<b>Operating activities</b>		
Cash receipts from customers	1,308,434	1,223,978
Rental received	206	160
Interest received	7,238	6,367
Cash paid to suppliers and employees	(1,079,766)	(986,416)
Cash generated from operations	236,112	244,089
Interest paid	(6,693)	(1,712)
Tax paid	(35,978)	(26,232)
Net cash from operating activities	193,441	216,145
<b>Investing activities</b>		
Additional investment in existing subsidiary company	-	(9,027)
Proceeds from disposal of property, plant and equipment	52	445
Acquisition of property, plant and equipment, bearer plants and right-of-use assets	(30,398)	(40,040)
Net proceeds from compulsory acquisition	575	-
Net investments in short term funds	(116,684)	(13,296)
Net cash used in investing activities	(146,455)	(61,918)
<b>Financing activities</b>		
Proceeds from issuance of shares	7,651	3,908
Net increase in pledged bank balances	(42)	(13)
Repayments of loans and borrowings	(7,497)	(7,997)
Dividends paid to shareholders of the Company	(49,117)	(77,934)
Dividends paid to non-controlling interests in subsidiary companies	(15,806)	(19,682)
Proceeds from disposal of treasury shares	2,402	1,145
Net cash used in financing activities	(62,409)	(100,573)
<b>Net (decrease)/increase in cash and cash equivalents</b>	(15,423)	53,654
<b>Cash and cash equivalents at beginning of period</b>	247,333	174,355
<b>Cash and cash equivalents at end of period (Note a)</b>	231,910	228,009
<b>Note a : Cash and cash equivalents at end of period</b>		
Cash on hand and cash in banks	121,752	139,880
Deposits with licensed banks	111,800	88,794
Cash and bank balances	233,552	228,674
Less: Pledged bank balances	(1,642)	(665)
Cash and cash equivalents	231,910	228,009

(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 2025)

# 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 2025. 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 2025.

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 2025 except for the adoption of the following amended MFRSs which are mandatory for annual financial periods beginning on or after 1 January 2025:

Amendments to MFRS 121 <i>The Effects of Changes in Foreign Exchange Rates</i> – Lack of Exchangeability	1 January 2025
--	----------------

The adoption of this amended MFRS 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 ending 31 January 2026:

	Effective for financial periods beginning on or after
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 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 will adopt these new and amended MFRSs and Annual Improvements 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.

## **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 81,700 MT which was 6% lower than the production recorded in the preceding quarter mainly due to the lower production from the Group’s estates in Keningau, Sabah which was broadly in line with the yield trend performance in the Keningau region. The average FFB yield (MT/Ha) for the current quarter was 5% lower as compared to the preceding quarter.

### **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 9 months ended 31 October 2025 except for the following:

- (i) issuance of 2,758,110 new ordinary shares pursuant to exercise of 2,758,110 Warrants;
- (ii) resale of 1,019,000 treasury shares; and
- (iii) issuance of 1,677,000 new ordinary shares under the Company’s Executives’ Share Option Scheme (“ESOS”).

As at 31 October 2025, there are no treasury shares held by the Company.

The Company’s unexercised 1,172,789 Warrants expired on 10 April 2025 and were removed from the Official List of Bursa Malaysia Securities Berhad on 11 April 2025.

The outstanding unexercised number of ESOS options granted as at 31 October 2025 was 31,001,500.

### **A6. Dividends paid**

The gross dividend paid during the current financial year-to-date was as follows:

- (i) Second interim single tier dividend of 5 sen per ordinary share in respect of the financial year 2025 paid on 15 May 2025.

**KIM LOONG RESOURCES BERHAD**

(Registration No. 197501000991 (22703-K))

**A7. Segmental information**

Major segments by activity:-

	<b>Revenue</b>		<b>Results</b>	
	9 months ended		9 months ended	
	31/10/2025	31/10/2024	31/10/2025	31/10/2024
	RM'000	RM'000	RM'000	RM'000
Plantation operations	213,109	187,629	126,025	105,037
Milling operations	1,288,418	1,211,286	83,330	103,910
	1,501,527	1,398,915	209,355	208,947
Add/(Less):				
Inter-segment adjustments and eliminations	(184,589)	(158,214)	(1,266)	787
	<u>1,316,938</u>	<u>1,240,701</u>	208,089	209,734
Add/(Less):				
Unallocated expenses			(4,735)	(1,565)
Finance income			7,156	6,418
Finance costs			(5,649)	(1,704)
Other investment income			7,730	2,991
Profit before tax			212,591	215,874
Tax expenses			(50,198)	(51,338)
Profit for the period			<u>162,393</u>	<u>164,536</u>

**A8. Material subsequent events**

As at 23 December 2025, there were no material subsequent events that have not been reflected in the financial statements for the current financial period except for the following:

On 22 December 2025, the Company acquired 3,750,000 ordinary shares, representing 75% equity interest in Kim Loong Mills (Sarawak) Sdn. Bhd. ("KLMS") from Kim Loong Plantations Sdn. Bhd., a related company, at the purchase price of RM10,000,000 in cash ("Acquisition").

As a result of the Acquisition, KLMS is a 75% owned subsidiary of the Company. The intended principal activities of KLMS are processing and marketing of oil palm products.

The Acquisition will not have any material impact on the earnings, net assets and gearing of the Group for the financial year ending 31 January 2026 and 2027.



## **KIM LOONG RESOURCES BERHAD**

(Registration No. 197501000991 (22703-K))

### **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 15 August 2025, the Company procured the incorporation of a wholly owned subsidiary named Kim Loong Huatai Green Energy Sdn. Bhd. (currently known as Kim Loong Green Energy Sdn. Bhd. ("KLGE")) with an issued and paid-up capital of RM2 comprising two (2) ordinary shares of RM1 each.

The intended principal activity of KLGE is renewable power and energy generation.

### **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 2025.

**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 recorded a revenue and profit before tax (“PBT”) of RM1.32 billion and RM212.59 million respectively for the cumulative three quarter ended 31 October 2025. Despite a 6% increase in revenue as compared to RM1.24 billion for the corresponding period last year, the PBT was marginally lower by 2% as compared to RM215.87 million for the corresponding period last year. The FFB production for the current year-to-date was 3% higher and CPO production was similar as compared to the corresponding period last year. Further information and statistics are tabulated below:

	Individual Period (3 <sup>rd</sup> quarter)			Cumulative Period		
	Current Year Quarter	Preceding Year Quarter	Changes (%)	Current Year To-date	Preceding Corresponding Period	Changes (%)
	31/10/2025	31/10/2024		31/10/2025	31/10/2024	
<b>(A) Financial Data:</b>	RM'000	RM'000		RM'000	RM'000	
Revenue	469,027	446,379	5%	1,316,938	1,240,701	6%
Earnings before interest, tax, depreciation and amortisation (“EBITDA”)	81,697	87,974	(7%)	251,458	249,757	1%
Profit before interest and tax	70,393	77,122	(9%)	218,240	217,578	0%
Profit before tax	68,628	76,589	(10%)	212,591	215,874	(2%)
Profit after tax	52,291	57,526	(9%)	162,393	164,536	(1%)
Profit attributable to ordinary equity holders of the Company	43,879	49,964	(12%)	133,105	138,984	(4%)
<b>(B) Statistics:</b>						
<b>Plantation</b>						
FFB production (MT)	81,681	82,057	(0%)	248,291	241,268	3%
FFB yield per hectare (MT/Ha)	5.86	5.52	6%	17.64	15.92	11%
Average FFB selling price (RM/MT)	880	798	10%	858	778	10%
<b>Palm Oil Milling</b>						
CPO production (MT)	84,905	87,679	(3%)	244,330	244,711	(0%)
CPO sold (MT)	87,752	88,668	(1%)	244,963	249,381	(2%)
CPO extraction rate (%)	20.88	20.80	0%	20.57	20.46	1%
Average CPO selling price (RM/MT)	4,323	4,117	5%	4,300	4,097	5%

*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 October 2025, the Group’s total planted area (excluding land for infrastructure, unplanted land and area under development) is 15,929 hectares. The age profile of planted area can be analysed as follows:

- a) < 3 years (Immature): 13%
- b) 3 – 6 years (Young mature): 19%
- c) 7 – 15 years (Prime mature): 27%
- d) 16 – 20 years (Old mature): 20%
- e) > 20 years (Pre-replanting): 21%

The Group has carried out replanting of 420 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 (3 <sup>rd</sup> quarter)			Cumulative Period		
	Current Year Quarter	Preceding Year Quarter	Changes (%)	Current Year To-date	Preceding Corresponding Period	Changes (%)
	31/10/2025	31/10/2024		31/10/2025	31/10/2024	
<b>Revenue:</b>	RM'000	RM'000		RM'000	RM'000	
Plantation	71,893	65,512	10%	213,109	187,629	14%
Milling	458,110	434,849	5%	1,288,418	1,211,286	6%
	<b>530,003</b>	<b>500,361</b>	<b>6%</b>	<b>1,501,527</b>	<b>1,398,915</b>	<b>7%</b>
<b>Results:</b>						
Plantation	40,284	37,325	8%	126,025	105,037	20%
Milling	26,928	37,507	(28%)	83,330	103,910	(20%)
	<b>67,212</b>	<b>74,832</b>	<b>(10%)</b>	<b>209,355</b>	<b>208,947</b>	<b>0%</b>

**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 10% higher FFB price, despite a marginal drop in the FFB production for the current quarter.

For the current year-to-date, the revenue and profit were 14% and 20% higher respectively as compared to the corresponding period last year mainly due to higher FFB selling price and increase in the FFB production.

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 higher revenue from the milling operations for the current quarter was mainly contributed by the 5% higher average CPO selling price whilst the 28% decline in profit was mainly due to higher repair and maintenance costs.

For the current year-to-date, revenue was 6% higher as compared to the corresponding period last year as a result of higher average palm oil prices. However, profit from the milling operations for the current year-to-date was 20% lower as compared to the corresponding period last year. The drop in the profit performance was mainly due to the lower processing margin and higher repair and maintenance costs.

The market condition and demand for the Group's milling products has 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 RM3.44 million and RM9.42 million respectively which were 15% and 11% higher as compared to the revenue achieved 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 RM68.63 million which was 8% lower than RM74.98 million achieved in the preceding quarter ended 31 July 2025.

## KIM LOONG RESOURCES BERHAD

(Registration No. 197501000991 (22703-K))

The profit from plantation operations increased by 5% or RM1.82 million to RM40.28 million as compared to RM38.46 million in the preceding quarter, mainly due to 11% increase in the average FFB selling price, despite a 6% drop in the FFB production in the current quarter.

For the milling operations, despite the higher average CPO selling price and CPO quantity sold in the current quarter, the profit from milling operations for the current quarter dropped by 22% to RM26.93 million as compared to RM34.63 million recorded for the preceding quarter due to higher repair and maintenance costs.

Total FFB processed in the current quarter decreased by 4% to 407,000 MT as compared to 422,000 MT in the preceding quarter.

Further information and statistics are tabulated below:

	Current Quarter	Immediate Preceding Quarter	Changes (%)
	31/10/2025	31/07/2025	
<b>(A) Financial Data:</b>	RM'000	RM'000	
Revenue	469,027	436,194	8%
Earnings before interest, tax, depreciation and amortisation ("EBITDA")	81,697	87,837	(7%)
Profit before interest and tax	70,393	76,900	(8%)
Profit before tax	68,628	74,981	(8%)
Profit after tax	52,291	57,520	(9%)
Profit attributable to ordinary equity holders of the Company	43,879	47,306	(7%)
<b>(B) Statistics:</b>			
<b>Plantation</b>			
FFB production (MT)	81,681	86,942	(6%)
FFB yield per hectare (MT/Ha)	5.86	6.18	(5%)
Average FFB selling price (RM/MT)	880	794	11%
<b>Palm Oil Milling</b>			
CPO production (MT)	84,905	88,256	(4%)
CPO sold (MT)	87,752	86,192	2%
CPO extraction rate (%)	20.88	20.90	0%
Average CPO selling price (RM/MT)	4,323	4,012	8%

### B3. Current financial year prospects

The Management expects to achieve 6% - 8% increase in FFB production for the current financial year ending 31 January 2026, after taking into account the improved age profile of young productive palms 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 above RM4,200 per MT.

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

**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 31/10/2025 RM'000	Financial Year-to-date Ended 31/10/2025 RM'000
<b>Malaysian Income Tax</b>		
- Current year	16,411	48,698
- Under provision in prior year	51	51
	16,462	48,749
<b>Deferred tax</b>		
- Current year	(125)	1,449
	<u>16,337</u>	<u>50,198</u>

**B6. Status of corporate proposals**

There is no outstanding corporate proposal as at 23 December 2025.

**B7. Group borrowings and debt securities**

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

	As at 31/10/2025 RM'000	As at 31/10/2024 RM'000
<u><b>Current liabilities:</b></u>		
Secured:		
Revolving credit	5,000	5,000
Term loans	9,996	9,996
	14,996	14,996
Unsecured:		
Medium Term Notes	20,300	-
	<u>35,296</u>	<u>14,996</u>
<u><b>Non-current liabilities:</b></u>		
Secured:		
Term loans	17,997	27,993
Unsecured:		
Medium Term Notes	99,700	-
	<u>117,697</u>	<u>27,993</u>
<b>Total loans and borrowings</b>	<u>152,993</u>	<u>42,989</u>

- (a) The movements in term loans were due to repayments. The Company issued unrated Medium Term Notes of RM120 million in the fourth quarter of the previous financial year.
- (b) The weighted average interest rate of borrowings as at 31 October 2025 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 23 December 2025, there were no material litigations against the Group.

### B9. Dividend

The Board is pleased to declare a special single tier dividend of 3 sen per share in respect of the financial year ending 31 January 2026.

- (a) (i) amount per share: 3 sen single tier;  
(ii) previous corresponding period: 5 sen single tier per share;  
(iii) date of payment: 10 February 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 20 January 2026; and
- (b) total dividend for the current financial year: 8 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 cumulative three quarters by the weighted average number of ordinary shares in issue during the current quarter and the cumulative three quarters respectively, excluding treasury shares held by the Company:

		Current Quarter Ended 31/10/2025	Financial Year-to-date Ended 31/10/2025
Net profit for the period	(RM'000)	43,879	133,105
Weighted average number of ordinary shares in issue	('000)	982,464	981,533
Basic EPS	(sen)	4.47	13.56

**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 cumulative three quarters by the weighted average number of ordinary shares in issue during the current quarter and the cumulative three quarters 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 31/10/2025	Financial Year-to-date Ended 31/10/2025
Net profit for the period	(RM'000)	43,879	133,105
Weighted average number of ordinary shares in issue	('000)	982,464	981,533
Adjustment for dilutive effect of options under ESOS	('000)	296	211
Adjusted weighted average number of shares for Diluted EPS	('000)	982,760	981,744
Diluted EPS	(sen)	4.47	13.56

**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 31/10/2025 RM'000	Financial Year-to-date Ended 31/10/2025 RM'000
(a) Interest income	(2,347)	(7,156)
(b) Other income including investment income	(2,741)	(9,812)
(c) Interest expense	1,765	5,649
(d) Depreciation and amortization	11,304	33,218
(e) Provision for and write off of receivables	-	3
(f) Provision for and write off of inventories	1	1
(g) (Gain) or loss on disposal of investment properties	-	-
(h) Provision for/(Reversal of) impairment of assets	(417)	(417)
(i) Foreign exchange (gain)/loss	-	-
(j) (Gain) or loss on derivatives	309	(2,226)
(k) Net loss/(gain) arising from changes in fair value of biological assets	(741)	(868)
(l) Exceptional items	-	-

**KIM LOONG RESOURCES BERHAD**

(Registration No. 197501000991 (22703-K))

**B13. Derivatives**

As at 31 October 2025, the outstanding derivatives contracts entered by the Group are as follows:

<u>Type of Derivatives</u>	Contractual/ Notional Value as at 31/10/2025 RM'000	Fair Value Liabilities as at 31/10/2025 RM'000
CPO Futures contracts		
- Less than 1 year	34,407	1,115
	<u>34,407</u>	<u>1,115</u>

The outstanding CPO Futures 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 preceding financial year.

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

	Current Quarter Ended 31/10/2025 RM'000	Financial Year-to-date Ended 31/10/2025 RM'000
<u>Losses arising from fair value changes of financial liabilities:</u>		
- CPO Futures contracts	<u>1,115</u>	<u>1,115</u>

- (a) The fair value losses were arising from the transactions under the CPO Futures contracts.
- (b) The fair value losses were due to unfavourable movements in CPO price 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 October 2025 is RM63.51 million of which RM55.37 million is trade in nature with normal trade credit terms of less than 60 days.