

**INCH KENNETH KAJANG RUBBER PUBLIC LIMITED COMPANY (990261 M)**  
(Incorporated in Scotland)

**UNAUDITED CONDENSED CONSOLIDATED  
STATEMENT OF PROFIT OR LOSS FOR THE PERIOD ENDED 30 SEPTEMBER 2017**

	Current Year	Preceding Year	Changes		Current Year	Preceding Year	Changes	
	Quarter	Corresponding Quarter	RM	%	To date	Corresponding Period	RM	%
	30.9.2017	30.9.2016			30.9.2017	30.9.2016		
	RM'000	RM'000			RM'000	RM'000		
Group revenue	6,666	4,551	2,115	46	13,219	9,568	3,651	38
Operating expenses	(6,885)	(3,650)	3,235	87	(16,161)	(15,197)	964	6
Other operating income and expenses	307	1,140	-833	-73	866	1,287	-421	-32
Operating profit/(loss)	88	2,041			(2,076)	(4,342)		
Finance income	1,223	1,717	-494	-29	2,856	3,847	-991	-26
Finance costs	(51)	(40)	11	28	(129)	(104)	25	24
Gain on sale of assets	-	(1)			-	(1)	1	100
Gain on disposal of investment	-	-			-	-		
Realised gain on redemption of short term investments	14	1,365	-1,351	99	14	36	-22	-61
Impairment of investment in associate / subsidiary	-	-			-	-		
Share of results of associate	(598)	1,194	-2,592	-217	(840)	535	-1,375	-257
Profit/(Loss) before tax	676	6,276			(176)	(29)		
Taxation (note 13)	(622)	(736)			(951)	(736)		
Net Profit/(Loss )	54	5,540			(1,126)	(765)		
<b>Earnings/(Loss) Per Share:</b>								
Basic and diluted (sen)	0.01	1.37			(0.28)	(0.19)		

Exchange Rate as at 30 September 2017:

£1 = RM5.6716

1RM = £ 0.1763

(The condensed consolidated statement of profit or loss should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2016 and the accompanying explanatory notes attached to the interim financial statements)

**INCH KENNETH KAJANG RUBBER PUBLIC LIMITED COMPANY (990261 M)**  
**(Incorporated in Scotland)**

**UNAUDITED CONDENSED CONSOLIDATED**  
**STATEMENT OF PROFIT OR LOSS FOR THE PERIOD ENDED 30 SEPTEMBER 2017**

	<b>Current Year Quarter 30.9.2017 RM'000</b>	<b>Preceding Quarter 31.6.2017 RM'000</b>	<b>Changes RM</b>	<b>Changes %</b>
Group revenue	6,666	3,775	2,891	77
Operating expenses	(6,885)	(3,930)	2,955	75
Other operating income and expenses	<u>307</u>	<u>505</u>	(198)	-39
Operating profit/(loss)	88	350		
Finance income	1,223	744	479	64
Finance costs	(51)	(43)	8	19
Gain on sale of assets	-	-	-	-
Gain on disposal of investment	-	-	-	-
Realised (loss)/gain on redemption of short term investments	14	(82)	96	117
Impairment of investment in associate / subsidiary	-	-	-	-
Share of results of associate	<u>(598)</u>	<u>325</u>	(923)	284
Profit/(Loss) before tax	676	1,294		
Taxation (note 13)	(622)	329		
Net Profit/(Loss )	<u><u>54</u></u>	<u><u>965</u></u>		
<b>Earnings/(Loss) Per Share:</b>				
Basic and diluted (sen)	0.01	0.24		

*Exchange Rate as at 30 September 2017:*  
£1 = RM5.6716  
1RM = £ 0.1763

*(The condensed consolidated statement of profit or loss should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2016 and the accompanying explanatory notes attached to the interim financial statements)*

**INCH KENNETH KAJANG RUBBER PUBLIC LIMITED COMPANY (990261 M)**  
**(Incorporated in Scotland)**

**UNAUDITED CONDENSED CONSOLIDATED**  
**STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME**  
**FOR THE PERIOD ENDED 30 SEPTEMBER 2017**

	<b>Current Year Quarter</b>	<b>Preceding Year Corresponding Quarter</b>	<b>Current Year To date</b>	<b>Preceding Year Correspondin g Period</b>
	<b>30.9.2017 RM'000</b>	<b>30.9.2016 RM'000</b>	<b>30.9.2017 RM'000</b>	<b>30.9.2016 RM'000</b>
<b>Net profit/(loss) for the period</b>	54	(5,540)	(1,126)	(765)
<b>Other comprehensive income :</b>				
Revaluation of available-for-sale investments and short term investments	-	1,192	-	1,573
Reclassification adjustments on short term investments	1,444	-	1,669	-
Revaluation of freehold lands	-	-	-	-
Exchange differences on translating foreign operations	489	(111)	552	(19)
<b>Total comprehensive income/(loss) for the period</b>	<u>1,987</u>	<u>6,621</u>	<u>3,347</u>	<u>789</u>

*(The condensed consolidated statement of comprehensive income should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2016 and the accompanying explanatory notes attached to the interim financial statements)*

**INCH KENNETH KAJANG RUBBER PUBLIC LIMITED COMPANY (990261 M)**  
**(Incorporated in Scotland)**

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**  
**AS AT 30 SEPTEMBER 2017**

	Notes	30.9.2017 RM'000 (Unaudited)	31.12.2016 RM'000 (Audited)
<b>ASSETS</b>			
<b>Non-current assets</b>			
Property, plant & equipment	16	503,942	502,728
Intangible assets	17	75	121
Investment property	18	68	69
Investment in associated undertaking	20	23,731	24,570
Goodwill on consolidation	21	-	-
Available-for-sale investments	22	38	66
		527,854	527,554
<b>Current assets</b>			
Inventories		2,406	1,036
Trade and other receivables		74,919	75,879
Short term investments	23	80,631	93,875
Cash and cash equivalents	24	30,423	27,130
		188,379	197,920
<b>TOTAL ASSETS</b>		716,233	725,474
<b>EQUITY AND LIABILITIES</b>			
<b>Equity attributable to shareholders of the Company</b>			
Share capital		287,343	287,343
Share premium		8	8
Property revaluation reserve		234,034	234,034
Investment revaluation reserve		17,661	15,992
Foreign currency translation reserve		201	(351)
Retained earnings		109,793	115,395
		649,040	652,421
Less : Treasury shares	25	(15,980)	(15,980)
<b>TOTAL EQUITY</b>		633,060	636,441
<b>Current liabilities</b>			
Trade and other payables		5,501	11,365
Taxation payable		79	75
		5,580	11,440
<b>Non-current liabilities</b>			
Employee entitlements		15	15
Deferred Tax Liabilities		77,578	77,578
		77,593	77,593
<b>TOTAL LIABILITIES</b>		83,173	89,033
<b>TOTAL EQUITY AND LIABILITIES</b>		716,233	725,474
Net assets per share		1.57	1.58

*(The condensed consolidated statement of financial position should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2016 and the accompanying explanatory notes attached to the interim financial statements)*

**INCH KENNETH KAJANG RUBBER PUBLIC LIMITED COMPANY (990261 M)**  
(Incorporated in Scotland)

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
FOR THE PERIOD ENDED 30 SEPTEMBER 2017**

	Share Capital RM'000	Share Premium RM'000	Property Revaluation Reserve RM'000	Investment Revaluation Reserve RM'000	Foreign Exchange Reserve RM'000	Retained Earnings RM'000	Treasury Shares RM'000	Total Equity RM'000
<b>9 Months ended 30 September 2017</b>								
At 1 January 2017	287,343	8	234,034	15,992	(351)	115,395	(15,980)	636,441
Loss for the period	-	-	-	-	-	(1,126)	-	(1,126)
<b>Other comprehensive (loss)/income:</b>								
Revaluation of freehold lands	-	-	-	-	-	-	-	-
Revaluation of investments	-	-	-	1,669	-	-	-	1,669
Dividends paid	-	-	-	-	-	-	-	-
Foreign currency translation	-	-	-	-	552	-	-	552
<b>Total comprehensive (loss)/income</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1,669</b>	<b>552</b>	<b>(1,126)</b>	<b>-</b>	<b>1,095</b>
<b>Other movements:</b>								
Dividends paid	-	-	-	-	-	(4,476)	-	(4,476)
At 30 September 2017	<u>287,343</u>	<u>8</u>	<u>234,034</u>	<u>17,661</u>	<u>201</u>	<u>109,793</u>	<u>(15,980)</u>	<u>633,060</u>
<b>9 Months ended 30 September 2016</b>								
At 1 January 2016	287,343	8	228,085	15,222	(190)	122,449	(15,980)	636,937
Loss for the period	-	-	-	-	-	(765)	-	(765)
<b>Other comprehensive income/(loss):</b>								
Revaluation of freehold lands	-	-	-	-	-	-	-	-
Realised gain on redemption of short term investments	-	-	-	-	-	-	-	-
Revaluation of investments	-	-	-	1,573	-	-	-	1,573
Dividends paid	-	-	-	-	-	-	-	-
Foreign currency translation	-	-	-	-	(19)	-	-	(19)
<b>Total comprehensive (loss)/income</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1,573</b>	<b>(19)</b>	<b>(765)</b>	<b>-</b>	<b>(182)</b>
<b>Other movements:</b>								
Dividends paid	-	-	-	-	-	(4,677)	-	(4,677)
At 30 June 2016	<u>287,343</u>	<u>8</u>	<u>228,085</u>	<u>16,795</u>	<u>(209)</u>	<u>117,007</u>	<u>(15,980)</u>	<u>633,050</u>

*(The condensed consolidated statement of changes in equity should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2016 and the accompanying explanatory notes attached to the interim financial statements)*

**INCH KENNETH KAJANG RUBBER PUBLIC LIMITED COMPANY (990261 M)**  
**(Incorporated in Scotland)**

**UNAUDITED CONDENSED CONSOLIDATED CASH FLOW STATEMENTS**  
**FOR THE PERIOD ENDED 30 SEPTEMBER 2017**

	<b>9 months ended</b>	
	<b>30.9.2017</b>	<b>30.9.2016</b>
	<b>RM'000</b>	<b>RM'000</b>
<b>Cash flows from operating activities</b>		
Group operating loss	(2,076)	(4,342)
Adjustments for :		
Dividend income	-	-
Fixed asset written off	-	-
Provision for diminution in value stocks	-	-
Gain on disposal of assets	-	-
Depreciation and amortisation	734	882
Operating loss before changes in working capital	<u>(1,342)</u>	<u>(3,460)</u>
Changes in working capital:		
Decrease/(Increase) in current assets	960	(1,100)
(Decrease)/Increase in current liabilities	(5,864)	(889)
Decrease/(Increase) in inventories	(1,370)	716
Taxation refund	-	-
Tax paid	(947)	(215)
<b>Net cash used in operating activities</b>	<u>(8,563)</u>	<u>(4,948)</u>
<b>Investing activities</b>		
Proceed from disposal of assets	-	-
Proceed from disposal of investment	-	-
Interest and dividends received	2,856	3,847
Short term investments	12,827	13,286
Assets under construction	-	(1,569)
Payment to acquire intangible assets	-	(63)
Payment to acquire property, plant and equipment	649	(3,939)
<b>Net cash generated from investing activities</b>	<u>16,332</u>	<u>11,562</u>
<b>Financing activities</b>		
Dividend paid	(4,476)	(4,677)
<b>Net cash used in financing activities</b>	<u>(4,476)</u>	<u>(4,677)</u>
<b>Increase/(decrease) in cash and cash equivalents</b>	3,293	1,937
<b>Cash and cash equivalents at 1 January</b>	27,130	26,755
<b>Cash and cash equivalents at 30 June</b>	<u>30,423</u>	<u>28,692</u>
<b>Cash and cash equivalents comprise of :</b>		
Cash and bank balances	6,529	5,456
Short term deposits	23,894	23,236
	<u>30,423</u>	<u>28,692</u>

*(The condensed consolidated cash flow statements should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2016 and the accompanying explanatory notes attached to the interim financial statements)*

**INCH KENNETH KAJANG RUBBER PUBLIC LIMITED COMPANY (990261 M)**

**NOTES TO THE UNAUDITED CONDENSED FINANCIAL INFORMATION  
FOR THE PERIOD ENDED 30 SEPTEMBER 2017**

**1. Basis of preparation and accounting policies**

*1.1 Reporting entity*

Inch Kenneth Kajang Rubber Public Limited Company (“the Company”) is a company incorporated in Scotland with its registered office at 7 Castle Street, Edinburgh EH2 3AP, Scotland. The principal operating office is at 22<sup>nd</sup> Floor Menara Promet (KH), Jalan Sultan Ismail, 50250 Kuala Lumpur, Malaysia. All of the operations of the Company and its subsidiaries are located in Malaysia and Thailand.

The consolidated unaudited financial information of the Company as at 30 September 2017 includes the Company, its subsidiaries and its interest in an associated undertaking (together referred to as the “Group”).

*1.2 Basis of preparation*

The unaudited financial information has been prepared on a going concern basis and in accordance with IAS34 Interim Financial Reporting. The financial information has been prepared under the historical cost convention except for the fair value measurement of available-for-sale investments and freehold estate lands. The financial information is also presented to comply in all material respects of the requirement of the Malaysian FRS 134 Interim Financial Reporting and Chapter 9 of the Bursa Malaysia Listing Requirements.

The unaudited quarterly consolidated financial information to 30 September 2017 included in this Announcement has been prepared by applying accounting policies consistent with those used in the preparation of the most recent audited financial statements of the Group, being for the year ended 31 December 2016. The consolidated financial statements of the Group for the year ended 31 December 2016 are available at Bursa Malaysia website, the Company’s registered office in Scotland and its operating office in Malaysia.

*1.3 Changes in accounting policies*

On 19 November 2011, the Malaysian Accounting Standards Board (“MASB”) issued a new MASB approved accounting framework, the Malaysian Financial Reporting Standards (“MFRS Framework”). The MFRS Framework is to be applied by all Entities Other Than Private Entities for annual periods beginning on or after 1 January 2012, with the exception of entities that are within the scope of MFRS 141 “Agriculture” and/or IC Interpretation 15 “Agreements for Construction of Real Estate”, including their parent, significant investor and venturer (herein called “Transitioning Entities”).

Based on the MASB announcement on 2 September 2014, adoption of the MFRS Framework by Transitioning Entities will only be mandatory for annual periods beginning on or after 1 January 2017.

The subsidiaries within the Group fall within the scope definition of Transitioning Entities and have opted to defer adoption of the new MFRS Framework. However the Group financial statements will continue to be prepared using the IFRS Framework for the financial statements for the year ending 31 December 2017. The subsidiaries expect to be in a position to fully comply with these requirements for the financial year ending 31 December 2017.

The Group foresees that there will be no material impact on the financial statements as the real estate business would only be operational after 2018 and the current oil palm plantation has already exceeded its normal economic lifespan.

**INCH KENNETH KAJANG RUBBER PUBLIC LIMITED COMPANY (990261 M)**

**NOTES TO THE UNAUDITED CONDENSED CONSOLIDATED FINANCIAL INFORMATION  
FOR THE PERIOD ENDED 30 SEPTEMBER 2017**

**1. Basis of preparation and accounting policies (*continued*)**

*1.4 Non-statutory accounts*

The financial information contained in this report does not constitute full statutory accounts within the meaning of Section 434 of the United Kingdom's Companies Act 2006.

*1.5 Independent auditors' report of preceding financial year ended 31 December 2016*

There was no qualification made on the preceding audited financial statements for the year ended 31 December 2016, further it did not contain a statement under section 498(2) or 498(3) of the Companies Act 2006 and did not include reference to any matters to which the auditor drew attention by way of emphasis.

*1.6 Approval by Board of Directors*

This consolidated interim financial information was approved by the Board of Directors on 22 November 2017.

**2. Review of performance**

The Group's turnover was RM13.219 million for the cumulative quarter ended 30 September 2017 as compared to RM9.568 million for the corresponding cumulative quarter in the preceding year. The increase in Group's turnover by RM3.651 million is mainly due to higher room booking by Travel Agent and Online Travel Agent from tourism division and also increase in sales of rubber blocks during the financial period under review.

The revenue of the associate company, Concrete Engineering Products Berhad ("CEPCO") for the 9 months ended 30 September 2017 decreased to RM125.9 million (IKKR's share: RM28.21 million) compared to RM136.743 million (IKKR's share: RM30.63 million) in the preceding year, a decrease of RM2.42 million in respect of IKKR's share. The decreased sales volume is due to slow take up rate of projects in the region.

The Group's loss before tax for the cumulative quarter ended 30 September 2017 was RM1.126 million as compared to a loss of RM0.765 million for the corresponding cumulative quarter ended 30 September 2016.

**3. Comparison with preceding quarter**

The Group recorded a pre-tax profit of RM0.054 million for the current quarter under review compared to a pre-tax profit of RM0.965 million in the 2nd quarter ended 30 June 2017. The lower profit incurred as compared to the previous quarter was mainly due to the higher expenses incurred by the manufacturing division.



**INCH KENNETH KAJANG RUBBER PUBLIC LIMITED COMPANY (990261 M)**

**NOTES TO THE UNAUDITED CONDENSED CONSOLIDATED FINANCIAL INFORMATION  
FOR THE PERIOD ENDED 30 SEPTEMBER 2017**

**4. Commentary on prospects**

The year should see further progress in our property development with the full submission of our plans for approval in the 4<sup>th</sup> Quarter of the year. The Board expects 2017 to be marginally better than the year just ended on account of the improvement in the tourism sector.

**5. Comparison with profit forecasts**

As the Group does not issue profit forecasts, no comparison can be made.

**6. Changes in composition of the Group**

There were no changes in the composition of the Group during the financial period under review.

**7. Status of corporate proposals**

There are no corporate proposals that have been announced but not completed as at the date of this announcement.

**8. Realised and Unrealised Profits**

The breakdown of retained profits of the Group as at 30 September 2017, pursuant to the format prescribed by Bursa, is as follows:

	<b>As at 30 Sept 2017 RM'000</b>	<b>As at 30 Dec 2016 RM'000</b>
<b>Total Retained Profits of the Company and its subsidiaries:</b>		
Retained Profits :		
- Realised	115,633	100,932
- Unrealised	151	151
- Dividends	(4,476)	(4,685)
	<u>120,260</u>	<u>105,768</u>
 Share of Retained Profit from Associated Company :		
- Realised	(2,320)	(2,150)
- Unrealised	(840)	(170)
	<u>(3,160)</u>	<u>(2,320)</u>
 Less : Consolidation effects	<u>(7,307)</u>	<u>(7,307)</u>
 Total Group Retained Profit	<u><u>109,793</u></u>	<u><u>115,395</u></u>

**INCH KENNETH KAJANG RUBBER PUBLIC LIMITED COMPANY (990261 M)**

**NOTES TO THE UNAUDITED CONDENSED CONSOLIDATED FINANCIAL INFORMATION  
FOR THE PERIOD ENDED 30 SEPTEMBER 2017**

**9. Segmental reporting**

Segmental reporting for the period ended 30 September 2017 is as follows:

	<b>Plantation RM'000</b>	<b>Tourism RM'000</b>	<b>Manufacturing RM'000</b>	<b>Others RM'000</b>	<b>Total RM'000</b>
<b>Revenue</b>					
From external customers	242	9,866	3,014	97	13,219
<b>Segment revenues</b>					
Finance income	-	63	-	2,793	2,856
Gain in sales of assets	-	-	-	-	-
Share of profit of CEPCO	-	-	-	(840)	(840)
Realised gain on redemption of short term investment	-	1	-	13	14
Fixed asset written off	-	-	-	-	-
Depreciation and amortisation	(36)	(680)	(18)	(72)	(734)
Tax expenses	-	(951)	-	-	(951)
Other expenses	(177)	(5,769)	(3,008)	(5,635)	(14,589)
<b>Segment profit/(loss)</b>	<b>(72)</b>	<b>2,602</b>	<b>(12)</b>	<b>(3,3644)</b>	<b>(1,126)</b>
<b>Segment assets</b>	<b>124,459</b>	<b>33,429</b>	<b>5,951</b>	<b>552,394</b>	<b>716,233</b>
<b>Segment liabilities</b>	<b>754</b>	<b>1,432</b>	<b>80</b>	<b>3,314</b>	<b>5,580</b>
<b>Other disclosures</b>					
Investment in CEPCO				23,731	23,731
Capital expenditure					
Tangible	199	450	-	-	649
Assets under construction	-	-	-	-	-
Intangible	-	-	-	-	-

*(The revenue of our associate company, Cepco is RM125.920 million for the 9 months ended 30 September 2017 (IKKR's share: RM28.210 million))*

	<b>Current Year To Date 30.9.2017 RM'000</b>	<b>Last Year To date 30.9.2016 RM'000</b>	<b>Comments</b>
<b>Revenue</b>			
Plantation	242	242	Less FFB due to old trees
Tourism	9,866	7,790	Increase from Online Travel Agents
Manufacturing	3,014	1,438	Increase in volume due to higher demand
Others	97	98	
	<u>13,219</u>	<u>9,568</u>	
Revenue of Assc : Cepco	28,210	30,630	More new projects
<b>Total Group Revenue</b>	<b><u>41,429</u></b>	<b><u>40,198</u></b>	

**10. Seasonal or cyclical factors**

The performance of the Group was not subject to any material seasonal or cyclical fluctuations. There is however some seasonality fluctuation in the manufacturing and tourism sector.

**INCH KENNETH KAJANG RUBBER PUBLIC LIMITED COMPANY (990261 M)**

**NOTES TO THE UNAUDITED CONDENSED CONSOLIDATED FINANCIAL INFORMATION  
FOR THE PERIOD ENDED 30 SEPTEMBER 2017**

**11. Material changes in estimates**

There were no material changes in accounting estimates of amounts, reported in prior interim periods of the current financial year or in prior financial year, that have a material effect in the current quarter.

**12. Impairment in value of subsidiaries and associate**

There are no impairment to be incurred in investment in subsidiaries and associate during the financial period ended 30 September 2017.

**13. Taxation**

	<b>Current Quarter Ended 30 Sept 2017 RM'000</b>	<b>Cumulative Year To-Date 30 Sept 2017 RM'000</b>
Corporation taxation – credit/(charge)	<u>(622)</u>	<u>(951)</u>

Other than the subsidiary in Thailand which is a tax resident there, the Company and the Group are tax resident in Malaysia. The Group is liable to corporation tax in Malaysia and Thailand but is not subject to United Kingdom corporation tax.

The effective tax rate on the Group's loss is higher than the statutory tax rate substantially due to the non-taxability of losses due to impairment in investments and stocks.

**14. Loss per share**

The basic and diluted loss per share for the current quarter and cumulative year to-date have been computed based on Group's loss for the financial current quarter/cumulative year to-date divided by the weighted average number of ordinary shares of £0.10 each in issue after adjusting for movements in treasury shares during the financial current quarter/cumulative year to-date. The Company does not have any outstanding share options or other potentially dilutive financial instruments currently in issue.

	<b>Current Quarter Ended</b>		<b>Cumulative Year To-date Ended</b>	
	<b>30 Sept 2017</b>	<b>30 Sept 2016</b>	<b>30 Sept 2017</b>	<b>30 Sept 2016</b>
Net loss attributable to the owners of the Company (RM'000)	<u>54</u>	<u>5,540</u>	<u>(1,126)</u>	<u>(765)</u>
Weighted average number of ordinary shares in issue after adjusting for movements in treasury shares (No. of Shares ('000))	<u>403,209</u>	<u>403,209</u>	<u>403,209</u>	<u>403,209</u>
Basic and diluted loss per share (Sen)	<u>0.01</u>	<u>1.37</u>	<u>(0.28)</u>	<u>(0.19)</u>

**INCH KENNETH KAJANG RUBBER PUBLIC LIMITED COMPANY (990261 M)**

**NOTES TO THE UNAUDITED CONDENSED CONSOLIDATED FINANCIAL INFORMATION  
FOR THE PERIOD ENDED 30 SEPTEMBER 2017**

**15. Dividends proposed and paid**

Detail of the interim dividend proposed by the Board of Directors are as follows:

Interim dividend for financial year ended	31 December 2016
Approved and declared on	16 May 2017
Date paid	16 June 2017
Number of ordinary shares on which dividends were paid ('000)	403,209.2
Dividend per share (single-tier)	£0.002 (RM0.0111)
Net dividend to be paid (RM'000)	4,476

**16. Property, plant & equipment**

	<b>Freehold Lands RM'000</b>	<b>Prepaid Land and Land Improvements RM'000</b>	<b>Buildings RM'000</b>	<b>Assets under Construction RM'000</b>	<b>Others RM'000</b>	<b>Total RM'000</b>
<b>Cost</b>						
At 1 January 2017	477,137	10,610	24,994	7,804	10,503	531,048
Additions			92		557	649
Revaluation						
Disposal						
Exchange differences	109	41	203		769	1,122
At 30 Sept 2017	477,246	10,651	25,289	7,804	11,829	532,819
<b>Accumulated depreciation</b>						
At 1 January 2017		1,275	18,316		8,729	28,320
Charge for period		1	308		425	734
On disposal						
Exchange differences		(23)	203		(357)	(177)
At 30 Sept 2017		1,253	18,827		8,797	28,935
<b>Net book value</b>						
At 30 September 2017	477,246	9,398	6,462	7,804	3,032	503,942
At 31 December 2016	477,137	9,335	6,678	7,804	1,774	502,728

**17. Intangible assets**

**Computer software and corporate website creation**

<b>Group and Company</b>	<b>30 Sept 2017 RM'000</b>	<b>31 Dec 2016 RM'000</b>
<b>Cost</b>		
At 1 January	255	200
Additions	-	55
Disposals	-	-
Total	255	255
<b>Accumulated depreciation</b>		
At 1 January	134	80
Charge for period	46	54
On disposals	-	-
Total	180	134
<b>Net book value</b>	75	121

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**18. Investment Property**

<b>Group</b>	<b>30 Sept 2017 RM'000</b>	<b>31 Dec 2016 RM'000</b>
<b>Cost</b>		
At 1 January	100	100
Addition / (Disposal)	-	-
<b>Total</b>	<b>100</b>	<b>100</b>
<b>Accumulated depreciation</b>		
At 1 January	31	29
Charged for the period	-	-
<b>Total</b>	<b>31</b>	<b>29</b>
<b>Net book value</b>		
<b>Total</b>	<b>69</b>	<b>71</b>

Included in investment property is apartment at Amber Tower Seri Mas Condominium, Cheras, Kuala Lumpur.

The investment property is valued at cost less accumulated depreciation. The fair value of the investment property is estimated at RM0.3 million.

**19. Carrying amount of property, plant and equipment**

***Fair value measurement of the Group's and Company's freehold lands***

The Group's freehold lands are stated at their revalued amounts, being the fair value at the date of revaluation. In order to establish the 31 December 2016 valuation of the Group's freehold lands, valuations were obtained.

- On 15 February 2017 by Nilai Properties Consultants Sdn Bhd (V(1) 0065), an independent valuer not related to the Group, using the open market basis method. The total valuation of the land in Kajang and Bangi at 31 December 2016 is RM439.0 million. The Group's lands are currently being used for the Group's plantation activities for growing of oil palm fresh fruit bunches. The Group has been given consent for the change of use of the lands.

There is no indication of any significant difference between the carrying amount and market values of land and buildings shown above at 31 December 2016 except freehold lands which are held under Inch Kenneth Kajang Rubber Public Limited Company, Inch Kenneth Development (M) Sdn Bhd and Motel Desa Sdn Bhd. The historical cost of the above freehold lands of the Group is RM107.242 million and of the Company is RM0.407 million. There are no restrictions on the title of the Group's property, plant and equipment.

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19. **Carrying amount of property, plant and equipment (continued)**

The fair values of all the freehold lands of the Group and Company are classified as Level 2. There were no transfers between Levels 1 and 2 during current quarter under review.

*Based on IFRS 13, a three-level fair value hierarchy as follows:*

*Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities;*

*Level 2: Inputs other than quoted prices included within Level 1 that are observable for the assets or liabilities, either directly (i.e. as prices) or indirectly (i.e. derived from prices);*

*Level 3: Inputs for the assets or liabilities that are not based on observable market data (unobservable inputs).*

**Assets under construction**

This represents 22 units of low cost terrace houses under construction at Dunedin estate, Mukim of Semenyih. The total contract sum is approximately RM5 million. The construction has been completed and is now pending obtaining the Certificate of Occupation.

20. **Investment in associated undertaking**

The Group's investment in associated undertaking represents a 22.40% interest in Concrete Engineering Products Berhad ("CEPCO"), a public company incorporated in Malaysia. The principal activity of CEPCO is the manufacture and distribution of prestressed spun concrete piles and poles. The Group's investment in CEPCO is accounted for under the equity accounting method as follows:

	<b>30 Sept 2017 RM'000</b>
<b>Shares</b>	
At 1 January 2017 and 30 Sept 2017	40,914
<b>Share of retained profits</b>	
At 1 January 2017	15,271
Share of profit for 2017	(840)
At 30 Sept 2017	14,431
<b>Share of dividend</b>	
At 1 January 2017	(1,104)
Share of dividend 2017	-
At 30 Sept 2017	(1,104)
<b>Impairment of goodwill</b>	
At 1 January 2017	(30,511)
Impairment 2017	-
At 30 Sept 2017	(30,511)
<b>Net book value</b>	
At 30 September 2017	23,730
At 31 December 2016	24,570

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20. **Investment in associated undertaking (continued)**

The Group's share of the net assets of CEPCO as at 30 Sept 2017 comprised:

	<b>30 Sept 2017 RM'000</b>
<b>Share of assets</b>	
Share of non-current assets	20,313
Share of current assets	33,678
	<hr/> 53,991
<b>Share of liabilities</b>	
Share of non-current liabilities	3,071
Share of current liabilities	25,683
	<hr/> 28,754
Share of net assets	25,237
Goodwill (net of impairment) arising on the acquisition of CEPCO	(1,507)
	<hr/> 23,730
Carrying value of CEPCO	<hr/> <hr/> 23,730

The Group's share of the results of CEPCO for the financial period ended 30 Sept 2017 was as follows:

	<b>30 Sept 2017 RM'000</b>
Share of revenue	<hr/> 28,210
Share of operating profit	(338)
Share of finance costs	(550)
Share of taxation	48
	<hr/>
Share of profit for the financial period – included in Group statement of profit or loss	<hr/> (840)

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21.	<b>Goodwill on consolidation</b>		
		<b>30 Sept 2017</b>	<b>31 Dec 2016</b>
		<b>RM'000</b>	<b>RM'000</b>
	<b>At cost</b>		
	At 1 January	4,573	4,573
	Arising from acquisition of new subsidiary	-	-
	<b>Total</b>	<u>4,573</u>	<u>4,573</u>
	<b>Accumulated impairment</b>		
	At 1 January	(4,573)	(4,502)
	Impairment losses	-	-
	<b>Total</b>	<u>(4,573)</u>	<u>(4,502)</u>
	Carrying amount at end of the financial period	<u>-</u>	<u>71</u>
22.	<b>Available-for-sale investments</b>		
		<b>30 Sept 2017</b>	<b>31 Dec 2016</b>
		<b>RM'000</b>	<b>RM'000</b>
	<b>Quoted shares:</b>		
	Balance at 1 January	84	84
	Disposal of investments	-	-
	Fair value adjustments	(46)	(5)
	<b>Balance at fair values</b>	<u>38</u>	<u>79</u>
23.	<b>Short term investments</b>		
		<b>30 Sept 2017</b>	<b>31 Dec 2016</b>
		<b>RM'000</b>	<b>RM'000</b>
	<b>Investments on unit trusts with:</b>		
	Licensed investment banks	<u>80,631</u>	<u>106,759</u>

Unquoted unit trusts are measured at mark to market based on the net asset value at each reporting date. The time weighted rate of return of these investments at the reporting date were between 3.8% and 4.1% (2016: 2.6% to 4.6%).



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<b>24. Cash and cash equivalents</b>	<b>30 Sept 2017</b>	<b>31 Dec 2016</b>
	<b>RM'000</b>	<b>RM'000</b>
Cash at bank	5,372	4,059
Cash in hand	120	88
Deposits with Licensed banks	23,894	22,823
Investments Licensed banks	<u>1,037</u>	<u>1,082</u>
Total	<u><u>30,423</u></u>	<u><u>28,052</u></u>

The effective interest rates of deposits at the reporting date were between 3.2% and 3.5% (2016: 1.9% to 3.6%). Included in Group's 2017 deposits with licensed banks is the short term deposits totalling to RM24,278 which was pledged with commercial banks as collateral for issuing letters of guarantee.

The investments with licensed banks are qualified as a cash equivalent as they are readily convertible to a known amount of cash with an insignificant risk of changes in value.

**25. Repurchases equity securities - Treasury Shares**

**Share buyback by the Company**

A total of 17,540,800 shares were bought back and retained as treasury shares as at 30 September 2017 at the total cost of RM15.98 million (average of RM0.9110 per share). However during the current quarter, there was no share buyback and no resale or cancellation of treasury shares.

Subsequent to the financial period ended 30 September 2017, the Company has not repurchased any of its issued ordinary shares. The issued and paid up share capital of the Company remains at 420,750,000 ordinary shares of RM0.10 each.

**26. Profit on sale of unquoted investments and/or properties**

There were no sales of unquoted investments and/or properties outside the ordinary course of business of the Group for the period under review.

**27. Off balance sheet financial instruments**

During the period under review, the Group has not entered into any financial instruments contract involving off "statement of financial position".

**28. Changes in material contingent liabilities or contingent assets**

There have been no changes in material contingent liabilities or contingent assets since the last annual statement of financial position date.

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**NOTES TO THE UNAUDITED CONDENSED CONSOLIDATED FINANCIAL INFORMATION  
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**29. Notes to the statement of profit or loss**

Included in the statement of profit or loss for the current quarter and financial year-to-date, are as follows:-

	<b>Current Quarter 30 Sept 2017 RM'000</b>	<b>Current Year-to-Date 30 Sept 2017 RM'000</b>
Interest income	1,223	2,856
Other income including investment income	307	866
Depreciation and amortisation	151	734
Provision for or write-off of receivables	-	-
Provision for or write-off of assets	-	-
Provision for or write-off of inventories	-	-
Gain/(loss) on disposal of quoted/unquoted investments	-	-
Realised gain on redemption of short term investments	14	14
Gain on disposal of assets	-	-
Impairment of associate	-	-
Provision for contingent liability	-	-
Foreign exchange loss	-	-
Decrease in fair value of quoted investment	-	-

**30. Debt and equity securities-**

On 23 May 2017 the Company obtained approval from its shareholders for the renewal of the proposed purchase of up to ten percent (10%) of the issued and paid-up share capital of the Company.

During the cumulative quarter of year 2017, the Company has not repurchased any of its issued ordinary shares from the open market. The Company held a total of 17,540,800 treasury shares as at 30 September 2017.

Apart from the above, there were no other issues or repayments of debt securities or equity securities, share cancellations, shares held as treasury shares or re-sale of treasury shares for the current quarter.

**31. Material litigation**

There was no material litigation against the Group for the period under review.

**32. Significant events during and after the year end**

No significant events occurred during or after the period under review.

**33. Related party transactions**

Transactions within the Group have been eliminated in the preparation of the financial information set out in this report and are not disclosed in this note. Balance and transaction with other related parties are disclosed under the relevant notes.

No related party transactions have taken place during the current financial period under review which have materially affected the financial position or the performance of the group. The nature and amounts of related party transactions in the three months period of the current financial year are consistent with those reported in the group's Annual Report and Accounts 2016.