

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

UNAUDITED CONDENSED CONSOLIDATED
INCOME STATEMENT FOR THE PERIOD ENDED 31 MARCH 2013

	Current Year Quarter 31.03.2013 RM'000	Preceding Year Corresponding Quarter 31.03.2012 RM'000	Current Year To date 31.03.2013 RM'000	Preceding Year Corresponding Period 31.03.2012 RM'000
Group revenue	2,793	6,080	2,793	6,080
Operating expenses	(5,274)	(6,920)	(5,274)	(6,920)
Other operating income	208	177	208	177
Operating loss	(2,273)	(663)	(2,273)	(663)
Finance income	1,473	1,342	1,473	1,342
Finance costs	-	(2)	-	(2)
Gain on disposal of assets	97	-	97	-
Share of results of associate	1,927	38	1,927	38
Profit before tax	1,224	715	1,224	715
Taxation (note 13)	4	-	4	-
Net Profit	<u>1,228</u>	<u>715</u>	<u>1,228</u>	<u>715</u>
Earnings Per Share:				
Basic and diluted (sen)	0.30	0.17	0.30	0.17

Exchange Rate as at 31 March 2013:
£1 = RM4.6989
IRM = £ 0.2128

(The condensed consolidated income statement should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2012 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 COMPREHENSIVE INCOME
FOR THE PERIOD ENDED 31 MARCH 2013**

	Current Year Quarter	Preceding Year Corresponding Quarter	Current Year To date	Preceding Year Corresponding Period
	31.03.2013 RM'000	31.03.2012 RM'000	31.03.2013 RM'000	31.03.2012 RM'000
Net profit for the period	1,228	715	1,228	715
Other comprehensive income / (loss) :				
Revaluation of available-for-sale investments and short term investments	(86)	325	(86)	325
Revaluation of properties	-	-	-	-
Exchange differences on translating foreign operations	2,140	(1,162)	2,140	(1,162)
Total comprehensive income / (loss) for the period	<u>3,282</u>	<u>(122)</u>	<u>3,282</u>	<u>(122)</u>

(The condensed consolidated statement of comprehensive income should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2012 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 31 MARCH 2013

	Notes	31.03.2013 RM'000 (Unaudited)	31.12.2012 RM'000 (Audited)
ASSETS			
Non-current assets			
Property, plant & equipment	16	445,287	445,676
Intangible assets	17	25	27
Investment in associated undertaking	19	45,874	43,947
Goodwill on consolidation		4,504	4,504
Available-for-sale investments	20	58	58
		495,748	494,212
Current assets			
Inventories		21,759	19,495
Trade and other receivables		28,945	27,116
Short term investments	21	150,307	167,333
Cash and cash equivalents	22	30,554	34,152
		231,565	248,096
TOTAL ASSETS		727,313	742,308
EQUITY AND LIABILITIES			
Equity attributable to shareholders of the Company			
Share capital		287,343	287,343
Share premium		8	8
Property revaluation reserve		261,571	261,571
Investment revaluation reserve		13,825	13,911
Foreign currency translation reserve		906	(1,234)
Retained profit		174,079	178,983
		737,732	740,582
Less : Treasury shares	23	(15,382)	(2,727)
TOTAL EQUITY		722,350	737,855
Current liabilities			
Trade and other payables		4,893	4,312
Finance lease creditor		12	24
Taxation payable		43	102
		4,948	4,438
Non-current liabilities			
Finance lease creditor		-	-
Employee entitlements		15	15
		15	15
TOTAL LIABILITIES		4,963	4,453
TOTAL EQUITY AND LIABILITIES		727,313	742,308
Net assets per share		1.79	1.77

(The condensed consolidated statement of financial position should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2012 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 31 MARCH 2013

	Share Capital RM'000	Share Premium RM'000	Property Revaluation Reserve RM'000	Investment Revaluation Reserve RM'000	Foreign Exchange Reserve RM'000	Retained Profit RM'000	Treasury Shares RM'000	Total Equity RM'000
3 Months ended 31 March 2013								
At 1 January 2013	287,343	8	261,571	13,911	(1,234)	178,983	(2,727)	737,855
Profit for the period	-	-	-	-	-	1,228	-	1,228
Other comprehensive income / (loss):								
Property revaluation	-	-	-	-	-	-	-	-
Revaluation of investments	-	-	-	(86)	-	-	-	(86)
Foreign currency translation	-	-	-	-	2,140	-	-	2,140
Total comprehensive income / (loss)	-	-	-	(86)	2,140	1,228	-	3,282
Other movements:								
Purchase of treasury shares	-	-	-	-	-	-	(12,655)	(12,655)
Dividends paid	-	-	-	-	-	(5,885)	-	(5,885)
Share of other comprehensive losses of subsidiary company	-	-	-	-	-	(247)	-	(247)
At 31 March 2013	<u>287,343</u>	<u>8</u>	<u>261,571</u>	<u>13,825</u>	<u>906</u>	<u>174,079</u>	<u>(15,382)</u>	<u>722,350</u>
3 Months ended 31 March 2012								
At 1 January 2012	287,343	8	245,221	12,665	(767)	174,553	-	719,023
Profit for the period	-	-	-	-	-	715	-	715
Other comprehensive income / (loss):								
Property revaluation	-	-	-	-	-	-	-	-
Revaluation of investments	-	-	-	325	-	-	-	325
Foreign currency translation	-	-	-	-	(1,162)	-	-	(1,162)
Total comprehensive income / (loss)	-	-	-	325	(1,162)	715	-	(122)
At 31 March 2012	<u>287,343</u>	<u>8</u>	<u>245,221</u>	<u>12,990</u>	<u>(1,929)</u>	<u>175,268</u>	<u>-</u>	<u>718,901</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 2012 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 31 MARCH 2013

	3 months ended	
	31.03.2013	31.03.2012
	RM'000	RM'000
Cash flows from operating activities		
Group operating loss	(2,273)	(663)
Adjustments for :		
Write-back of provision of diminution value in investment	(86)	321
Dividend income	(2)	(8)
Unrealised loss from foreign exchange	2,104	(1,152)
Depreciation and amortisation	489	406
Operating loss before changes in working capital	232	(1,096)
Changes in working capital:		
Increase in current assets	(4,110)	(4,301)
Increase / (Decrease) in current liabilities	364	(2,243)
Taxation refund	3	-
Tax paid	(70)	(42)
Net cash used in operating activities	(3,581)	(7,682)
Investing activities		
Purchases of shares in associate	-	(285)
Proceeds from disposal of assets	98	-
Interest and dividends received	1,475	1,342
Short term investments	17,025	(1,438)
Payment to acquire property, plant and equipment	(63)	(115)
Net cash used in investing activities	18,535	(496)
Financing activities		
Interest paid	-	(2)
Dividend paid	(5,885)	-
Shares repurchase at cost	(12,655)	-
Repayment of finance leases	(12)	(17)
Net cash used in financing activities	(18,552)	(19)
Decrease in cash and cash equivalents	(3,598)	(8,197)
Cash and cash equivalents at 1 January	34,152	54,961
Cash and cash equivalents at 31 March	30,554	46,764
Cash and cash equivalents comprise of :		
Cash and bank balances	3,547	7,295
Short term deposits	27,007	39,469
	30,554	46,764

(The condensed consolidated cash flow statements should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2012 and the accompanying explanatory notes attached to the interim financial statements)

INCH KENNETH KAJANG RUBBER PUBLIC LIMITED COMPANY (990261 M)

**NOTES TO THE UNAUDITED FINANCIAL INFORMATION
FOR THE PERIOD ENDED 31 MARCH 2013**

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 22nd Floor Menara Promet (Menara 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 31 March 2013 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 International Financial Reporting Standards, as adopted by the European Union (“IFRS”), including 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 31 March 2013 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 2012. The consolidated financial statements of the Group for the year ended 31 December 2012 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 30 June 2012, MASB has decided to allow agriculture and real estate companies (Transitioning Entities) to defer the adoption of the MFRS Framework for another year. MFRS will therefore be mandated for all companies for annual periods beginning on or after 1 January 2014. This decision comes after an extensive deliberation by the Board and taking into account both local and international developments affecting these standards.

The Group falls within the scope definition of Transitioning Entities and have opted to defer adoption of the new MFRS Framework. Accordingly, the Group will be required to prepare financial statements using the MFRS Framework in its first MFRS financial statements for the year ending 31 December 2014. In presenting its first MFRS financial statements, the Group will be required to restate the comparative financial statements to amounts reflecting the application of MFRS Framework. The majority of the adjustments required on transition will be made, retrospectively, against opening retained profits.

The Group expects to be in a position to fully comply with the requirements of the MFRS Framework for the financial year ending 31 December 2014.

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.

INCH KENNETH KAJANG RUBBER PUBLIC LIMITED COMPANY (990261 M)

**NOTES TO THE UNAUDITED FINANCIAL INFORMATION
FOR THE PERIOD ENDED 31 MARCH 2013**

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

1.5 Independent auditors' report of preceding financial year ended 31 December 2012

There was no qualification made on the preceding audited financial statements.

1.6 Approval by Board of Directors

This consolidated interim financial information was approved by the Board of Directors on 22 May 2013.

2. Review of performance

The Group's turnover was RM2.793 million for the cumulative quarter ended 31 March 2013 as compared to RM6.080 million for the corresponding quarter in the preceding year. The decrease is mainly due to the decrease in the volume and selling price of CV (constant viscosity) rubber blocks produced by the subsidiary in Thailand and decrease in average oil palm price.

The revenue of the associate company, Concrete Engineering Products Berhad ("CEPCO") for the cumulative quarter ended 31 March 2013 was higher at RM48.710 million (IKKR's share: RM10.911 million) compared to RM31.613 million (IKKR's share: RM6.926 million) in the preceding year, increased by RM3.985 million. The increased sales volume is due to a comparative increase in actual deliveries due to the increased activities in the construction industry.

The Group's profit before tax for the quarter ended 31 March 2013 was RM1.224 million as compared to a profit of RM0.715 million for the corresponding quarter ended 31 March 2012. This is mainly due to the higher share of profit from the associate company.

3. Comparison with preceding quarter

The Group recorded a pre-tax profit of RM1.224 million for the current quarter under review compared to a pre-tax profit of RM0.831 million in the last 4th quarter, 31 December 2012. This is mainly due to higher share of profit from associate.

4. Commentary on prospects

Although to-date we have not been successful to acquire a new plantation, the Company is still desirous to replace its current plantations in Kajang and Bangi with new oil palm plantations, either green or brown field. The Group is in planning stage to expand its tourism sector especially with the redevelopment of the existing hotel in Kuala Terengganu.

Efforts at developing the land bank in Kajang and Bangi, totaling approximately 500 acres are progressing well. We are now finalising the master plan, and we strongly feel that with the right product, realistic pricing and backed by effective marketing, this strategic asset should evolve into the crown jewel for the Group.

Notwithstanding the above, the Board of Directors is conscious of the prevailing uncertainties of the global and domestic economic climate impacting on the Group's operation. We envisage the Group would reap real gains from these development in the near future.

INCH KENNETH KAJANG RUBBER PUBLIC LIMITED COMPANY (990261 M)

**NOTES TO THE UNAUDITED FINANCIAL INFORMATION
FOR THE PERIOD ENDED 31 MARCH 2013**

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 31 March 2013, pursuant to the format prescribed by Bursa, is as follows:

	As at 31 Mar 2013 RM'000	As at 31 Dec 2012 RM'000
Total Retained Profits of the Company and its subsidiaries:		
- Realised	192,353	199,336
- Unrealised	5	(147)
	192,358	199,189
Total share of Retained Profits from associated company:		
- Realised	-	-
- Unrealised	13,381	11,454
	13,381	11,454
Less : Consolidation effects	(31,660)	(31,660)
Total Group Retained Profit	174,079	178,983

9. Seasonal or cyclical factors

The performance of the Group was not subject to any seasonal or cyclical fluctuations.

10. 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.

INCH KENNETH KAJANG RUBBER PUBLIC LIMITED COMPANY (990261 M)

**NOTES TO THE UNAUDITED FINANCIAL INFORMATION
FOR THE PERIOD ENDED 31 MARCH 2013**

11. Segmental reporting

Segmental reporting for the period ended 31 March 2013 is as follows:

	Plantation RM'000	Tourism RM'000	Manufacturing RM'000	Others RM'000	Total RM'000
Revenue					
From external customers	376	996	1,421	-	2,793
Segment revenues	376	996	1,421	-	2,793
Finance income	-	21	-	1,452	1,473
Gain on sale of assets	-	97	-	-	97
Share of profit of associate	-	-	-	1,927	1,927
Depreciation and amortisation	(11)	(269)	(38)	(171)	(489)
Tax credit	-	-	-	4	4
Other expenses	(121)	(1,331)	(1,677)	(1,448)	(4,577)
Segment profit	244	(486)	(294)	1,764	1,228
Segment assets	110,876	25,495	27,317	563,625	727,313
Segment liabilities	1,319	1,364	156	2,124	4,963
Other disclosures					
Investment in associate	-	-	-	45,874	45,874
Capital expenditure					
Tangible	-	59	4	-	63
Intangible	-	-	-	-	-

(As at 31 March 2013, the revenue of our associate company, Cepco is RM48.710 million for the 3 months ended 31 March 2013 (IKKR's share: RM10.911 million))

12. Impairment in value of subsidiaries and associate

There are no impairment to be incurred in investment in subsidiaries and associate.

13. Taxation

	Current Quarter Ended 31 Mar 2013 RM'000	Cumulative Year To-Date 31 Mar 2013 RM'000
Corporation taxation – credit	<u>4</u>	<u>4</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.

INCH KENNETH KAJANG RUBBER PUBLIC LIMITED COMPANY (990261 M)

**NOTES TO THE UNAUDITED FINANCIAL INFORMATION
FOR THE PERIOD ENDED 31 MARCH 2013**

14. **Earnings per share**

The basic and diluted earnings per share for the current quarter and cumulative year to-date have been computed based on Group's profit for the financial current quarter/cumulative year to-date divided by the weighted average number of ordinary shares of GBP0.10 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.

	Current Quarter Ended		Cumulative Year To-date Ended	
	31 Mar 2013	31 Mar 2012	31 Mar 2013	31 Mar 2012
Net profit attributable to the owners of the Company (RM'000)	<u>1,228</u>	<u>715</u>	<u>1,228</u>	<u>715</u>
Weighted average number of ordinary shares in issue after adjusting for movements in treasury shares (No. of Shares ('000))	<u>403,871</u>	<u>420,750</u>	<u>403,871</u>	<u>420,750</u>
Basic and diluted earnings per share (Sen)	<u>0.30</u>	<u>0.17</u>	<u>0.30</u>	<u>0.17</u>

15. **Dividends paid**

The following dividend was paid during the current quarter:

Interim dividend for financial year ended	31 December 2012
Approved and declared on	7 February 2013
Date paid	25 March 2013
Number of ordinary shares on which dividends were paid ('000)	404,440.1
Dividend per share (single-tier)	RM0.01455
Net dividend paid (RM'000)	5,884.6

INCH KENNETH KAJANG RUBBER PUBLIC LIMITED COMPANY (990261 M)

**NOTES TO THE UNAUDITED FINANCIAL INFORMATION
FOR THE PERIOD ENDED 31 MARCH 2013**

16. Property, plant & equipment

	Freehold Lands RM'000	Prepaid Land and Land Improvements RM'000	Buildings RM'000	Others RM'000	Total RM'000
Cost					
At 1 January 2013	406,079	3,567	50,670	11,451	471,767
Additions	-	-	-	63	63
Disposal	-	(1)	-	-	(1)
Exchange differences	13	21	109	161	304
At 31 March 2013	406,092	3,587	50,779	11,675	472,133
Accumulated depreciation					
At 1 January 2013	-	1,004	15,642	9,445	26,091
Charge for year	-	13	339	135	487
Disposal	-	-	-	-	-
Exchange differences	-	19	97	152	268
At 31 March 2013	-	1,036	16,078	9,732	26,846
Net book value					
At 31 March 2013	406,092	2,551	34,701	1,943	445,287
At 31 December 2012	406,079	2,563	35,028	2,006	445,676

17. Intangible assets

Computer software and corporate website creation

Group and Company	31 Mar 2013 RM'000	31 Dec 2012 RM'000
Cost		
At 1 January	68	64
Additions	-	4
Total	68	68
Accumulated depreciation		
At 1 January	41	33
Charge for period	2	8
Total	43	41
Net book value		
Total	25	27

18. Carrying amount of property, plant and equipment

In order to establish the 31 December 2012 valuation of the Group's freehold land, valuations were obtained on 19 February 2013 by Nilai Properties Consultants (VE (3) 0195), independent valuer, using the open market basis method. The total valuation of the land in Kajang and Bangi at 31 December 2012 was RM406 million. The Group's lands are currently being used for the Group's plantation activities for growing and the sale of oil palm fresh fruit bunches. The Group has been given consent for the change of use of the lands. Further commentary on the Group's plans for its land is shown above in note 4.

INCH KENNETH KAJANG RUBBER PUBLIC LIMITED COMPANY (990261 M)

**NOTES TO THE UNAUDITED FINANCIAL INFORMATION
FOR THE PERIOD ENDED 31 MARCH 2013**

19. 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:

	31 Mar 2013
	RM'000
Shares	
At 1 January 2013	40,914
Disposal of shares in CEPCO	-
Purchase of shares in CEPCO	-
At 31 March 2013	<u>40,914</u>
Share of retained profits/(losses)	
At 1 January 2013	11,454
Share of profit for 2013	1,927
At 31 March 2013	<u>13,381</u>
Impairment of goodwill	
At 1 January 2013	(8,421)
Impairment 2013	-
At 31 March 2013	<u>(8,421)</u>
Net book value	
At 31 March 2013	<u>45,874</u>
At 31 December 2012	<u>43,947</u>

The Group's share of the net assets of CEPCO as at 31 March 2013 comprised:

	31 Mar 2013
	RM'000
Share of assets	
Share of non-current assets	23,153
Share of current assets	22,269
	<u>45,422</u>
Share of liabilities	
Share of non-current liabilities	(2,924)
Share of current liabilities	(17,519)
	<u>(20,443)</u>
Share of net assets	24,979
Goodwill (net of impairment) arising on the acquisition of CEPCO	20,895
Carrying value of associate	<u>45,874</u>

INCH KENNETH KAJANG RUBBER PUBLIC LIMITED COMPANY (990261 M)

**NOTES TO THE UNAUDITED FINANCIAL INFORMATION
FOR THE PERIOD ENDED 31 MARCH 2013**

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

The Group's share of the results of CEPCO for the financial period ended 31 March 2013 was as follows:

	31 Mar 2013
	RM'000
Share of revenue	10,911
Share of operating profit	2,101
Share of finance costs	(174)
Share of taxation	-
Share of profit for the financial period – included in Group statement of comprehensive income	<u>1,927</u>

20. **Available-for-sale investments**

	31 Mar 2013	31 Dec 2012
	RM'000	RM'000
Quoted shares:		
Balance at 1 January	58	53
Disposal of investments	-	-
Fair value adjustments	-	5
Balance at fair values	<u>58</u>	<u>58</u>

21. **Short term investments**

	31 Mar 2013	31 Dec 2012
	RM'000	RM'000
Investments on unit trusts with:		
Licensed investment banks	<u>150,307</u>	<u>167,333</u>

Unquoted unit trusts are measured at mark to market based on the net asset value at each reporting date. The time weighted rates of returns of these investments at the reporting date were between 2.50% and 4.79% (2012: 2.50% to 5.04%).

22. **Cash and cash equivalents**

	31 Mar 2013	31 Dec 2012
	RM'000	RM'000
Cash at bank	3,366	6,796
Cash in hand	181	48
Total	<u>3,547</u>	<u>6,844</u>

INCH KENNETH KAJANG RUBBER PUBLIC LIMITED COMPANY (990261 M)

**NOTES TO THE UNAUDITED FINANCIAL INFORMATION
FOR THE PERIOD ENDED 31 MARCH 2013**

22. **Cash and cash equivalents (continued)**

	31 Mar 2013	31 Dec 2012
	RM'000	RM'000
Deposits with Licensed banks	<u>23,948</u>	<u>23,793</u>
Total	<u><u>23,948</u></u>	<u><u>23,793</u></u>

The effective interest rates of deposits at the reporting date were between 1.5% and 2.70% (2012: 1.5% to 2.74%). Included in Group's 2012 deposits with licensed banks is the short term deposits totalling to RM56,000 which was pledged with commercial banks as collateral for issuing letters of guarantee.

	31 Mar 2013	31 Dec 2012
	RM'000	RM'000
Investments Licensed banks	<u>3,059</u>	<u>3,515</u>
Total	<u><u>3,059</u></u>	<u><u>3,515</u></u>

The investments 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.

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

Share buyback by the Company

During the current quarter, 13,614,200 shares were bought back and there was no resale or cancellation of treasury shares. Accordingly, a total of 16,879,000 shares were bought back and retained as treasury shares as at 31 March 2013. The monthly breakdown of shares bought back during the current quarter was as follows:

Month	No of shares repurchased	Purchase price per share		Average cost per share	Total cost
		Lowest	Highest		
		RM	RM	RM	RM
January 2013	8,723,100	0.8250	1.0700	0.9349	8,154,880.23
February 2013	4,322,000	0.8950	0.9600	0.9203	3,977,431.59
March 2013	569,100	0.8950	0.9400	0.9191	523,053.46
Total	13,614,200	0.8250	1.0700	0.9296	12,655,365.28

Subsequent to the financial period ended 31 March 2013 and up to 3 May 2013, the Company bought back another 266,800 shares which were also retained as treasury shares, thereby increasing the total treasury shares held to 17,145,800 shares. The issued and paid up share capital of the Company remained at 420,750,000 ordinary shares of GBP0.10 each.

INCH KENNETH KAJANG RUBBER PUBLIC LIMITED COMPANY (990261 M)

**NOTES TO THE UNAUDITED FINANCIAL INFORMATION
FOR THE PERIOD ENDED 31 MARCH 2013**

24. Notes to the statement of comprehensive income

Included in the statement of comprehensive income for the current quarter and financial year-to-date, are as follows:-

	Current Quarter 31 Mar 2013 RM'000	Current year-to-date 31 Mar 2013 RM'000
Interest income	1,473	1,473
Other income including investment income	202	202
Interest expense	-	-
Depreciation and amortisation	(489)	(489)
Provision for or write-off of receivables	-	-
Provision for or write-off of inventories	-	-
Gain/(loss) on disposal of quoted/unquoted investments	-	-
Gain on disposal of assets	97	97
Impairment of assets	-	-
Foreign exchange gain	6	6
Gain/(loss) on derivatives	-	-
Exceptional items – Increase / (Decrease) in fair value of quoted investment	(86)	(86)

25. 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.

26. Off balance sheet financial instruments

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

27. 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.

INCH KENNETH KAJANG RUBBER PUBLIC LIMITED COMPANY (990261 M)

**NOTES TO THE UNAUDITED FINANCIAL INFORMATION
FOR THE PERIOD ENDED 31 MARCH 2013**

28. Debt and equity securities

On 21 June 2012 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 first quarter of 2013, the Company repurchased 13,614,200 of its issued ordinary shares from the open market (period up to 3 May 2013 : 17,145,800 shares). The Company held a total of 16,879,000 treasury shares as at 31 March 2013.

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

29. Material litigation

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

30. Significant events during and after the year end

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

Subsequent to the financial period ended 31 March 2013 and up to 3 May 2013, the Company bought back another 266,800 shares which were also retained as treasury shares, thereby increasing the total treasury shares held to 17,145,800 shares.

31. Acquisition of Company

The Board of Inch Kenneth Kajang Public Limited Company (“IKKR”) wishes to announce that its wholly owned subsidiary company, Prominent Mirage (M) Sdn Bhd, as on 23 March 2013, has wholly acquired the entire issued and paid-up share capital of MF Nominees Sdn Bhd, a company incorporated in Malaysia. The company name has been changed to IKK Property (M) Sdn Bhd.

The purchase consideration was RM2,500.00. Two of the properties in the Group will be put under this new company, for purposes of streamlining the properties within the Group.