

**KFC HOLDINGS (MALAYSIA) BHD** (65787-T)

**QUARTERLY REPORT ON UNAUDITED CONSOLIDATED RESULTS FOR THE FIRST FINANCIAL QUARTER ENDED  
31 MARCH 2009**

**CONDENSED CONSOLIDATED INCOME STATEMENTS**

	Note	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
		1/1/2009 - 31/3/2009 RM'000	1/1/2008 31/3/2008 RM'000	1/1/2009 - 31/3/2009 RM'000	1/1/2008 - 31/3/2008 RM'000
Revenue	A8	526,639	495,598	526,639	495,598
Operating expenses		(485,292)	(455,912)	(485,292)	(455,912)
Other operating income		1,492	2,290	1,492	2,290
Profit from operations		42,839	41,976	42,839	41,976
Finance costs		(1,906)	(1,869)	(1,906)	(1,869)
Profit before tax	A8	40,933	40,107	40,933	40,107
Income tax expense		(11,500)	(11,300)	(11,500)	(11,300)
Profit for the period		<u>29,433</u>	<u>28,807</u>	<u>29,433</u>	<u>28,807</u>
Attributable to :					
Equity holders of the Company		28,697	28,288	28,697	28,288
Minority interests		736	519	736	519
		<u>29,433</u>	<u>28,807</u>	<u>29,433</u>	<u>28,807</u>
Earnings per share (sen) :					
(a) Basic		14.47	14.27	14.47	14.27
(b) Fully diluted		-	-	-	-

(The Condensed Consolidated Income Statements should be read in conjunction with the Annual Financial Report for the year ended 31 December 2008 and the accompanying explanatory notes attached to the interim financial statements)

**KFC HOLDINGS (MALAYSIA) BHD** (65787-T)  
**CONDENSED CONSOLIDATED BALANCE SHEETS**

	AS AT END OF CURRENT QUARTER 31/3/2009	AS AT PRECEDING FINANCIAL YEAR END 31/12/2008 (AUDITED)
	RM'000	RM'000
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	629,927	615,059
Investment Property	898	898
Prepaid land lease payments	63,652	63,841
Goodwill on consolidation	43,399	43,399
Intangible assets	27,082	26,436
	<u>764,958</u>	<u>749,633</u>
<b>Current assets</b>		
Inventories	152,008	158,474
Trade and other receivables	135,928	118,973
Other investment	-	20,203
Tax recoverable	5,820	9,139
Cash and bank balances	101,352	97,985
	<u>395,108</u>	<u>404,774</u>
<b>TOTAL ASSETS</b>	<u>1,160,066</u>	<u>1,154,407</u>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity attributable to equity holders of the Company</b>		
Share capital	198,275	198,275
Other reserves		
<i>Share premium</i>	18,736	18,736
<i>Exchange fluctuation reserve</i>	1,128	1,128
<i>Asset revaluation reserve</i>	27,841	27,841
Retained earnings	474,875	446,178
	<u>720,855</u>	<u>692,158</u>
<b>Minority interests</b>	10,968	10,232
<b>Total equity</b>	<u>731,823</u>	<u>702,390</u>
<b>Non-current liabilities</b>		
Retirement benefit obligations	3,354	3,313
Borrowings	54,071	65,944
Deferred tax liabilities	31,594	31,602
	<u>89,019</u>	<u>100,859</u>
<b>Current liabilities</b>		
Retirement benefit obligations	293	623
Borrowings	91,455	75,111
Trade and other payables	247,476	275,424
	<u>339,224</u>	<u>351,158</u>
<b>Total liabilities</b>	<u>428,243</u>	<u>452,017</u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<u>1,160,066</u>	<u>1,154,407</u>
Net assets per share (RM)	3.64	3.49

(The Condensed Consolidated Balance Sheets should be read in conjunction with the Annual Financial Report for the year ended 31 December 2008 and the accompanying explanatory notes attached to the interim financial statements)

**KFC HOLDINGS (MALAYSIA) BHD** (65787-T)

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**

	←-----Attributable to equity holders of the Company ----->								Total Equity RM'000
	←-----Non-Distributable ----->					Distributable			
	Share Capital RM'000	Share Premium RM'000	Capital Reserve RM'000	Exchange Fluctuation Reserve RM'000	Asset Revaluation Reserve RM'000	Retained Earnings RM'000	Total RM'000	Minority Interests RM'000	
At 1 January 2009	198,275	18,736	-	1,128	27,841	446,178	692,158	10,232	702,390
Profit for the period	-	-	-	-	-	28,697	28,697	736	29,433
At 31 March 2009	<u>198,275</u>	<u>18,736</u>	<u>-</u>	<u>1,128</u>	<u>27,841</u>	<u>474,875</u>	<u>720,855</u>	<u>10,968</u>	<u>731,823</u>
At 1 January 2008	198,275	18,736	1,790	497	29,940	352,783	602,021	6,920	608,941
Profit for the period	-	-	-	-	-	28,288	28,288	519	28,807
Transfer to retained earnings upon disposal of property, plant and equipment	-	-	-	-	(532)	532	-	-	-
Acquisition of minority interest	-	-	-	-	-	-	-	1,908	1,908
Translation differences	-	-	-	1	-	-	1	-	1
At 31 March 2008	<u>198,275</u>	<u>18,736</u>	<u>1,790</u>	<u>498</u>	<u>29,408</u>	<u>381,603</u>	<u>630,310</u>	<u>9,347</u>	<u>639,657</u>

(The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Annual Financial Report for the year ended 31 December 2008 and the accompanying explanatory notes attached to the interim financial statements)

**KFC HOLDINGS (MALAYSIA) BHD** (65787-T)  
**CONDENSED CONSOLIDATED CASH FLOW STATEMENTS**

	CURRENT QUARTER AS AT 31/3/2009 RM'000	PRIOR YEAR QUARTER AS AT 31/3/2008 RM'000
<b>Operating activities</b>		
Profit before tax	40,933	40,107
Adjustments for :		
Interest expense	1,906	1,869
Interest income	(113)	(677)
Non-cash items	17,695	15,879
Operating profit before working capital changes	<u>60,421</u>	<u>57,178</u>
Changes in working capital :		
Net change in current assets	(10,489)	(12,132)
Net change in current liabilities	(27,948)	(8,833)
Cash generated from operations	<u>21,984</u>	<u>36,213</u>
Interest paid	(1,906)	(1,869)
Taxes paid	(8,189)	(11,982)
Retirement benefits paid	(330)	-
Net cash generated from operating activities	<u>11,559</u>	<u>22,362</u>
<b>Investing activities</b>		
Equity investments	-	(1,351)
Other investments	(12,663)	(18,172)
Net cash used in investing activities	<u>(12,663)</u>	<u>(19,523)</u>
<b>Financing activities</b>		
Bank borrowings	4,471	(1,072)
Net cash used in financing activities	<u>4,471</u>	<u>(1,072)</u>
Net change in cash and cash equivalents	3,367	1,767
Cash and cash equivalents at beginning of period	97,985	140,358
Cash and cash equivalents at end of period	<u>101,352</u>	<u>142,125</u>
The cash and cash equivalents consist of the following:-		
<i>Deposits with financial institutions</i>	43,859	78,653
<i>Cash and bank balances</i>	57,493	63,472
	<u>101,352</u>	<u>142,125</u>

(The Condensed Consolidated Cash Flow Statements should be read in conjunction with the Annual Financial report for the year ended 31 December 2008 and the accompanying explanatory notes attached to the interim financial statements)