



**GREEN OCEAN CORPORATION BERHAD**

(Company No: 632267-P)  
(Incorporated in Malaysia)

**UNAUDITED INTERIM FINANCIAL STATEMENTS**

**FOR THE FIRST QUARTER ENDED 30 JUNE 2012**

**GREEN OCEAN CORPORATION BERHAD**

(Company No: 632267-P)

(Incorporated in Malaysia)

**UNAUDITED INTERIM FINANCIAL STATEMENTS  
FOR THE FIRST QUARTER ENDED 30 JUNE 2012****CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME  
FOR THE FIRST QUARTER ENDED 30 JUNE 2012**

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	CURRENT YEAR 30/06/2012 RM'000	PRECEDING YEAR CORRESPONDING QUARTER 30/06/2011 RM'000	CURRENT YEAR TO DATE 30/06/2012 RM'000	PRECEDING YEAR CORRESPONDING PERIOD 30/06/2011 RM'000
Revenue	27,558	48,034	27,558	48,034
Cost of sales	<u>(26,632)</u>	<u>(47,162)</u>	<u>(26,632)</u>	<u>(47,162)</u>
Gross profit	926	872	926	872
Other operating income	105	45	105	45
Depreciation and amortisation	(239)	(393)	(239)	(393)
Operating expenses	<u>(619)</u>	<u>(734)</u>	<u>(619)</u>	<u>(734)</u>
Operating profit/(loss)	173	(210)	173	(210)
Interest expense	(117)	(166)	(117)	(166)
Profit/(Loss) before tax	56	(376)	56	(376)
Income tax expense	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Profit/(Loss) for the period	56	(376)	56	(376)
Other comprehensive income	-	-	-	-
Total comprehensive profit/ (loss) for the period	<u>56</u>	<u>(376)</u>	<u>56</u>	<u>(376)</u>
Profit/(Loss) for the period attributable to:				
Equity holders of the parent	<u>56</u>	<u>(376)</u>	<u>56</u>	<u>(376)</u>
Total comprehensive profit /(loss) for the period attributable to:				
Equity holders of the parent	<u>56</u>	<u>(376)</u>	<u>56</u>	<u>(376)</u>
Basic earnings/(loss) per share (sen)	<u>0.03</u>	<u>(0.22)</u>	<u>0.03</u>	<u>(0.22)</u>

The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Annual Financial Statements for the financial year ended 31 March 2012 and the accompanying explanatory notes attached to the interim financial statements.

**GREEN OCEAN CORPORATION BERHAD**

(Company No: 632267-P)

(Incorporated in Malaysia)

**UNAUDITED INTERIM FINANCIAL STATEMENTS  
FOR THE FIRST QUARTER ENDED 30 JUNE 2012****NOTES TO CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE  
INCOME**

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	CURRENT YEAR QUARTER 30/06/2012 RM'000	PRECEDING YEAR CORRESPONDING QUARTER 30/06/2011 RM'000	CURRENT YEAR TO DATE 30/06/2012 RM'000	PRECEDING YEAR CORRESPONDING PERIOD 30/06/2011 RM'000
Other items included in the statement of comprehensive income were:-				
Interest income	-	-	-	-
Allowance for doubtful and write off of receivables	-	-	5	-
Provision and write off of inventories	-	-	59	-
Gain or loss on disposal of quoted or unquoted investments or properties	-	-	-	-
Impairment of property, plant & equipment/ goodwill	-	-	-	-
Foreign exchange (gain) or loss	35	-	35	-
(Gain) or loss on derivatives	(50)	(51)	(50)	(51)
Exceptional items	-	-	-	-

**GREEN OCEAN CORPORATION BERHAD**

(Company No: 632267-P)

(Incorporated in Malaysia)

**UNAUDITED INTERIM FINANCIAL STATEMENTS  
FOR THE FIRST QUARTER ENDED 30 JUNE 2012****CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION  
AS AT 30 JUNE 2012**

	<b>UNAUDITED AS AT END OF CURRENT QUARTER 30/06/2012 RM'000</b>	<b>AUDITED AS AT PRECEDING FINANCIAL YEAR 31/03/2012 RM'000</b>
<b>Non-current Assets</b>		
Property, plant and equipment	13,699	11,171
<b>Current Assets</b>		
Inventories	879	1,403
Trade receivables	1,800	2,007
Other receivables and prepaid expenses	1,064	5,079
Other financial asset	533	135
Cash and bank balances	4,892	7,143
	9,168	15,767
<b>Total assets</b>	<b>22,867</b>	<b>26,938</b>
<b>Equity and Liabilities</b>		
Issued capital	18,645	18,645
Share premium	1,263	1,263
Accumulated losses	(9,154)	(9,210)
Total equity	10,754	10,698
<b>Non-current Liabilities</b>		
Long term borrowings	2,208	2,538
Deferred revenue	1,019	1,060
Hire purchase creditors	158	182
Deferred taxation	139	139
	3,524	3,919
<b>Current Liabilities</b>		
Trade payables	4,899	7,541
Other payables and accrued expenses	1,682	1,630
Other financial liability	512	163
Hire purchase creditors	96	97
Short term borrowings	1,400	2,890
	8,589	12,321
Total liabilities	12,113	16,240
<b>Total equity and liabilities</b>	<b>26,867</b>	<b>26,938</b>
<b>Net assets per share attributable to ordinary equity holders of the parent (sen)</b>	<b>5.77</b>	<b>6.02</b>

**GREEN OCEAN CORPORATION BERHAD**

(Company No: 632267-P)  
(Incorporated in Malaysia)

**UNAUDITED INTERIM FINANCIAL STATEMENTS  
FOR THE FIRST QUARTER ENDED 30 JUNE 2012****CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
FOR THE PERIOD ENDED 30 JUNE 2012**

	<b>Issued and paid up capital RM'000</b>	<b>Non-distributable reserve - Share premium RM'000</b>	<b>Distributable reserve - Unappropriated profit RM'000</b>	<b>Total RM'000</b>
Balance as at 1 April 2011	16,950	1,359	(6,592)	11,717
Issue of ordinary shares	1,695	(96)	-	1,599
Total recognised income and expense for the year - loss for the year	<u>-</u>	<u>-</u>	<u>(2,618)</u>	<u>(2,618)</u>
Balance as at 31 March 2012	<u>18,645</u>	<u>1,263</u>	<u>(9,210)</u>	<u>10,698</u>
Balance as at 1 April 2012	18,645	1,263	(9,210)	10,698
Total recognised income and expense for the period - profit for the period	<u>-</u>	<u>-</u>	<u>56</u>	<u>56</u>
Balance as at 30 June 2012	<u>18,645</u>	<u>1,263</u>	<u>(9,154)</u>	<u>10,754</u>

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Annual Financial Statements for the financial year ended 31 March 2012 and the accompanying explanatory notes attached to the interim financial statements.

**GREEN OCEAN CORPORATION BERHAD**

(Company No: 632267-P)  
(Incorporated in Malaysia)

**UNAUDITED INTERIM FINANCIAL STATEMENTS  
FOR THE FIRST QUARTER ENDED 30 JUNE 2012****CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS  
FOR THE PERIOD ENDED 30 JUNE 2012**

	<b>CURRENT YEAR TO DATE 30/06/2012 RM'000</b>	<b>PRECEDING YEAR CORRESPONDING PERIOD 30/06/2011 RM'000</b>
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>		
Profit/(Loss) for the period	56	(376)
Adjustments for:		
Depreciation of property, plant & equipment	239	393
Government grant recognized	(40)	-
Other (gains)/losses	(50)	(51)
Interest expense	117	166
	<hr/>	<hr/>
Operating Profit/(Loss) Before Working Capital Changes	322	132
Changes In Working Capital:		
Net change in current assets	931	1,375
Net change in current liabilities	(2,590)	(679)
	<hr/>	<hr/>
Cash From/(Used In) Operations	(1,337)	828
Net income tax refund/(paid)	-	9
Interest expense	(117)	(166)
Government grant received	-	-
Insurance compensation received	3,679	-
	<hr/>	<hr/>
Net Cash From/ (Used In) Operating Activities	2,225	671
<b>CASH FLOW USED IN INVESTING ACTIVITIES</b>		
Proceeds from disposal of property, plant and equipment	136	-
Purchase of property, plant and equipment	(2,767)	(2)
	<hr/>	<hr/>
Net Cash From/(Used In) Investing Activities	(2,631)	(2)

**GREEN OCEAN CORPORATION BERHAD**

(Company No: 632267-P)

(Incorporated in Malaysia)

**UNAUDITED INTERIM FINANCIAL STATEMENTS  
FOR THE FIRST QUARTER ENDED 30 JUNE 2012**

	<b>CURRENT YEAR TO DATE 30/06/2012 RM'000</b>	<b>PRECEDING YEAR CORRESPONDING PERIOD 30/06/2011 RM'000</b>
<b>CASH FLOW FROM FINANCING ACTIVITIES</b>		
Drawdown/(Repayment) of short-term borrowings	(1,490)	(635)
Drawdown/(Repayment) of long-term borrowings	(331)	(306)
Drawdown/(Repayment) of hire purchase creditors	(24)	(25)
Net Cash From/(Used In) Financing Activities	(1,845)	(966)
<b>NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENT</b>	(2,251)	(297)
<b>CASH AND CASH EQUIVALENT AT BEGINNING OF PERIOD</b>	7,143	1,524
<b>CASH AND CASH EQUIVALENT AT END OF PERIOD</b>	4,892	1,227

**Cash and cash equivalent comprise of:**

	<b>CURRENT YEAR TO DATE 30/06/2012 RM'000</b>	<b>PRECEDING YEAR CORRESPONDING PERIOD 30/06/2011 RM'000</b>
Cash on hand and at banks	4,892	1,227

**GREEN OCEAN CORPORATION BERHAD**

(Company No: 632267-P)

(Incorporated in Malaysia)

**UNAUDITED INTERIM FINANCIAL STATEMENTS  
FOR THE FIRST QUARTER ENDED 30 JUNE 2012**

**A EXPLANATORY NOTES PURSUANT TO MFRS 134**

**A1 Basis of preparation**

The interim financial statements are unaudited and had been prepared in accordance with the requirements of Malaysian Financial Reporting Standards (“MFRS”) 134 “Interim Financial Reporting” and Appendix 9B of the Listing Requirements of Bursa Malaysia Securities Berhad (“Bursa Securities”) for the ACE Market, and should be read in conjunction with the Group financial statements for the year ended 31 March 2012.

The significant accounting policies adopted are consistent with those of the audited financial statements for the year ended 31 March 2012 except for the adoption of MFRSs relevant to the Group as indicated below.

On 19 November 2011, MASB issued a new MASB approved accounting network, the Malaysian Financial Reporting Standards (“MFRS Framework”). Following the issuance of the MFRS Framework, the Group has adopted these new accounting standards and MFRS1, First-time adoption of Malaysian Financial Reporting Standards for the financial year beginning 1 April 2012. The transition to the MFRS Framework does not have any material impact to the financial statements of the Group.

Ace Edible Oil Industries Sdn Bhd, a subsidiary involved in the production of premium cooking oil is in the advanced stage of negotiation to supply its entire production to a conglomerate. The carrying value of the production facility attributable to this subsidiary stood at RM5.1 million as at 31 March 2012.

The interim financial statements have been prepared on the basis that the negotiation will culminate to an agreement to supply the entire production. If the agreement does not materialize, the recoverable amount and hence the need for impairment for the production facility may need to be re-assessed.

**A2 Qualification of annual financial statements**

The preceding year annual audited financial statements were not subject to any qualification.

**A3 Seasonal or cyclical factors**

The Group's interim operations were not subject to any significant seasonal or cyclical factors.

**A4 Unusual items affecting assets, liabilities, equity, net income or cash flows**

There were no unusual items affecting assets, liabilities, equity, net income or cash flows, which are unusual by reason of their nature, size or incidence.

**A5 Changes in estimates**

There were no changes in the nature and estimates of amounts reported which have a material effect on the results for the quarter under review.



**GREEN OCEAN CORPORATION BERHAD**

(Company No: 632267-P)

(Incorporated in Malaysia)

**UNAUDITED INTERIM FINANCIAL STATEMENTS  
FOR THE FIRST QUARTER ENDED 30 JUNE 2012****A6 Debt and equity securities**

There were no issuances, cancellations, repurchases, resale and repayments of debt and equity securities by the Company during the quarter under review.

**A7 Dividends paid**

There were no dividends paid during the quarter under review.

**A8 Segment information**

The segment information for the financial period ended 30 June 2012 is as follows:

	<b>Bio Technology RM'000</b>	<b>Information Communication Technology RM'000</b>	<b>Others RM'000</b>	<b>Consolidated RM'000</b>
<b>REVENUE</b>				
External	24,350	3,208	-	27,558
Inter-segment	-	-	-	-
Total	<u>24,350</u>	<u>3,208</u>	<u>-</u>	<u>27,558</u>
<b>RESULTS</b>				
Segment results	311	3	(141)	173
Interest expense	(113)	-	(4)	(117)
Profit/(Loss) before tax	<u>198</u>	<u>3</u>	<u>(145)</u>	<u>56</u>
Income tax expense	-	-	-	-
Profit/(Loss) for the period	<u>198</u>	<u>3</u>	<u>(145)</u>	<u>56</u>
<b>FINANCIAL POSITION</b>				
Total assets	<u>22,245</u>	<u>547</u>	<u>75</u>	<u>22,867</u>
Total liabilities	<u>10,349</u>	<u>1,149</u>	<u>615</u>	<u>12,113</u>

**A9 Valuation of property, plant and equipment**

The Group did not revalue any of its property, plant and equipment during the quarter under review.

**A10 Subsequent event**

There was no material event subsequent to the end of the quarter under review.

**A11 Changes in the composition of the group**

There were no changes to the composition of the Group for the quarter under review.

**GREEN OCEAN CORPORATION BERHAD**

(Company No: 632267-P)  
(Incorporated in Malaysia)

**UNAUDITED INTERIM FINANCIAL STATEMENTS  
FOR THE FIRST QUARTER ENDED 30 JUNE 2012**

**A12 Contingent assets and contingent liabilities**

There were no material contingent assets as at 30 June 2012.

As at 30 June 2012, the Company has issued corporate guarantee to a local licensed bank for term loan and other credit facilities totalling RM5.2 million granted to the wholly owned subsidiary, Ace Edible Oil Industries Sdn Bhd. Accordingly, the Company is contingently liable to the extent of credit facilities utilised by the said subsidiary.

**A13 Capital commitments**

The Group has the following commitment relating to the purchase of property, plant and equipment:-

	<b>CURRENT YEAR TO DATE 30/06/2012 RM'000</b>	<b>PRECEDING YEAR CORRESPONDING QUARTER 30/06/2011 RM'000</b>
Approved and contracted for	<u>4,980</u>	<u>1,137</u>

**GREEN OCEAN CORPORATION BERHAD**

(Company No: 632267-P)  
(Incorporated in Malaysia)

**UNAUDITED INTERIM FINANCIAL STATEMENTS  
FOR THE FIRST QUARTER ENDED 30 JUNE 2012**

**B ADDITIONAL INFORMATION REQUIRED BY APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA SECURITIES FOR THE ACE MARKET**

**B1 Review of performance**

The Group recorded revenue of RM27.56 million for the current quarter as compared to RM48.03 million in the preceding period corresponding quarter. The reduction in Group revenue was due to the fire incident that occurred on 6 November 2011, and lower palm kernel prices from the Bio-Technology segment. Profit before tax of RM56,000 was recorded compared to loss before tax of RM376,000 in the preceding period corresponding quarter due primarily to lower raw material cost of the Bio-Technology segment.

**B2 Variation of results against preceding quarter**

The Group recorded revenue of RM27.56 million for the current quarter as compared to RM19.50 million in the preceding quarter. The increase in the Group revenue was mainly due to lean months and festive holidays in the preceding quarter.

Current quarter profit before tax of RM56,000 was lower compared to the profit of RM0.81 million in preceding quarter due mainly to the insurance compensation income of RM2.97 million in the preceding quarter.

**B3 Prospects**

The Company has commenced restoration works for the palm kernel production lines and Management estimates that the production to recommence in October 2012.

The Directors remain cautious in the prospects in view of the prevailing uncertain global economic conditions and competitive situation in the local market, in which the Group businesses are operating. The Group will continue to exercise prudence in its management approach especially in the areas of cost management and credit control.

**B4 Profit forecast / Profit guarantee**

The Group did not issue any profit forecast or profit guarantee in any public documents.

**B5 Taxation**

There is no provision for taxation for the financial year as the companies in the Group have no chargeable income.

**B6 Status of corporate proposals announced but not completed**

There were no corporate proposals previously announced but not completed.

**B7 Status of utilisation of proceeds**

There are no proceeds from public issue that was not fully utilised.

**GREEN OCEAN CORPORATION BERHAD**

(Company No: 632267-P)

(Incorporated in Malaysia)

**UNAUDITED INTERIM FINANCIAL STATEMENTS  
FOR THE FIRST QUARTER ENDED 30 JUNE 2012****B8 Group's borrowings and debt securities**

The Group's borrowings and debts securities as at 30 June 2012 are as follows:

	Short Term RM'000	Long Term RM'000	Total RM'000
Trust receipts	-	-	-
Term loan	1,400	2,208	3,608
Hire purchase creditors	96	158	254
Total borrowings	<u>1,496</u>	<u>2,366</u>	<u>3,862</u>

As at 30 June 2012, the wholly owned subsidiary, Ace Edible Oil Industries Sdn Bhd has credit facilities of RM7.1 million. These facilities are secured by way of legal fixed charge over two pieces of freehold land and building, a specific debenture over plant and machinery located on the property, corporate guarantee by the Company and the Government of Malaysia/Syarikat Jaminan Pembiayaan Perniagaan Berhad's guarantee under the Working Capital Guarantee Scheme, and the joint and several guarantees of certain directors. The hire purchase creditors is in respect of lease financing for assets utilised by the Company, of which the portion due within one year has been classified as short term.

All the borrowings are denominated in Ringgit Malaysia.

**B9 Breakdown of Realised and Unrealised Group Profits/(Losses)**

	AS AT END OF CURRENT QUARTER 30/06/2012 RM'000	AS AT PRECEDING FINANCIAL YEAR 31/03/2012 RM'000
Total retained profits/(accumulated losses)		
Realised profits/(losses)	(3,789)	(4,101)
Unrealised profits/(losses)	17	(12)
	<u>(3,772)</u>	<u>(4,113)</u>
Less : Consolidated adjustments	(5,382)	(5,097)
Total Group retained profits/ (accumulated losses)	<u>(9,154)</u>	<u>(9,210)</u>

**B10 Material litigation**

The Group has no outstanding material litigation as at the date of this report.

**GREEN OCEAN CORPORATION BERHAD**

(Company No: 632267-P)  
(Incorporated in Malaysia)

**UNAUDITED INTERIM FINANCIAL STATEMENTS  
FOR THE FIRST QUARTER ENDED 30 JUNE 2012**

**B11 Dividends**

The Directors have not recommended or declared any dividend for the quarter ended 30 June 2012.

**B12 Earnings per share**

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	CURRENT YEAR QUARTER 30/06/2012	PRECEDING YEAR CORRESPONDING QUARTER 30/06/2011	CURRENT YEAR TO DATE 30/06/2012	PRECEDING YEAR CORRESPONDING PERIOD 30/06/2011
Profit/(Loss) for the period (RM'000)	56	(376)	56	(376)
Weighted average number of shares in issue ('000)	186,450	169,500	186,450	169,500
Basic earnings/(loss) per share (sen)	0.03	(0.22)	0.03	(0.22)

By Order of the Board

WONG KEO ROU (MAICSA 7021435)  
Company Secretary  
Kuala Lumpur  
17 August 2012