



# **TDM BERHAD**

**COMPANY NO 6265-P  
( Incorporated in Malaysia)**

**INTERIM FINANCIAL STATEMENTS  
30 SEPTEMBER 2013**



**TDM BERHAD** (Company No 6265-P)  
(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME  
FOR THE PERIOD ENDED 30 SEPTEMBER 2013**

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter 30-Sep-13 RM'000	Preceding Year Corresponding Quarter 30-Sep-12 RM'000	Current Quarter To date 30-Sep-13 RM'000	Preceding Quarter To date 30-Sep-12 RM'000
Revenue	101,202	133,207	272,428	327,571
Cost of sales	(59,178)	(53,196)	(169,881)	(168,878)
<b>Gross profit</b>	<b>42,024</b>	<b>80,011</b>	<b>102,547</b>	<b>158,693</b>
<b>Other items of income</b>				
Interest income	4,014	852	6,056	3,699
Other income	3,140	3,029	6,727	5,440
<b>Other items of expense</b>				
Distribution costs	(2,033)	(2,319)	(5,367)	(5,232)
Administration expenses	(25,122)	(25,778)	(66,669)	(65,450)
Other expenses	(2,454)	(2,028)	(8,503)	(3,767)
Finance costs	(18)	(22)	(54)	(72)
<b>Profit before tax</b>	<b>19,551</b>	<b>53,745</b>	<b>34,737</b>	<b>93,311</b>
Income tax expenses	(7,042)	(13,403)	(13,523)	(26,464)
<b>Profit for the period, net of tax</b>	<b>12,509</b>	<b>40,342</b>	<b>21,214</b>	<b>66,847</b>
<b>Other comprehensive income :</b>				
Available for sale investments' fair value movement	14	7	4	36
Foreign currency translation	(24,790)	(7,802)	(24,343)	(11,981)
<b>Other comprehensive loss for the period, net of tax</b>	<b>(24,776)</b>	<b>(7,795)</b>	<b>(24,339)</b>	<b>(11,945)</b>
<b>Total comprehensive (loss) /income for the period</b>	<b>(12,267)</b>	<b>32,547</b>	<b>(3,125)</b>	<b>54,902</b>

**TDM BERHAD** (Company No 6265-P)  
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**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME  
FOR THE PERIOD ENDED 30 SEPTEMBER 2013**

	<b>Current Year Quarter 30-Sep-13 RM'000</b>	<b>Preceding Year Corresponding Quarter 30-Sep-12 RM'000</b>	<b>Current Quarter To date 30-Sep-13 RM'000</b>	<b>Preceding Quarter To date 30-Sep-12 RM'000</b>
<b>Profit attributable to:</b>				
Owner of the parent	12,549	39,865	21,326	66,933
Non-controlling interest	(40)	477	(112)	(86)
	<b>12,509</b>	<b>40,342</b>	<b>21,214</b>	<b>66,847</b>
<b>Total comprehensive (loss)/income attributable to:</b>				
Owner of the parent	(12,227)	32,070	(3,013)	54,988
Non-controlling interest	(40)	477	(112)	(86)
	<b>(12,267)</b>	<b>32,547</b>	<b>(3,125)</b>	<b>54,902</b>
<b>Earnings per share (sen):</b>				
(a) Basic (Note 28)	0.85	16.23	1.44	27.53
(b) Diluted (Note 28)	-	16.18	-	27.44

(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)



**TDM BERHAD** (Company No 6265-P)  
(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION  
AS AT 30 SEPTEMBER 2013**

	<b>Unaudited As at 30-Sep-13 RM'000</b>	<b>Audited As at 31-Dec-12 RM'000</b>
<b>Assets</b>		
<b>Non-current assets</b>		
Property, plant & equipment	680,811	630,575
Biological assets	550,304	541,423
Investment property	11,000	11,000
Goodwill	9,959	9,959
Other investments	123,295	4,700
Investments securities	99	95
	<b>1,375,468</b>	<b>1,197,752</b>
<b>Current assets</b>		
Inventories	40,928	33,982
Trade and other receivables	48,696	66,558
Prepayments	1,137	1,029
Tax recoverable	3,113	3,305
Cash and bank balances	97,316	212,554
	<b>191,190</b>	<b>317,428</b>
<b>Total assets</b>	<b>1,566,658</b>	<b>1,515,180</b>
<b>Current liabilities</b>		
Borrowings	221	339
Trade and other payables	117,461	123,528
Tax payable	525	11,714
	<b>118,207</b>	<b>135,581</b>
<b>Net current assets</b>	<b>72,983</b>	<b>181,847</b>
<b>Non-current liabilities</b>		
Retirement benefit obligations	1,413	1,308
Borrowings	172,849	30,074
Deferred tax liabilities	87,792	88,759
	<b>262,054</b>	<b>120,141</b>
<b>Total liabilities</b>	<b>380,261</b>	<b>255,722</b>
<b>Net assets</b>	<b>1,186,397</b>	<b>1,259,458</b>

**TDM BERHAD** (Company No 6265-P)  
(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION  
AS AT 30 SEPTEMBER 2013**

	<b>Unaudited As at 30-Sep-13 RM'000</b>	<b>Audited As at 31-Dec-12 RM'000</b>
<b>Equity attributable to owners of the parent</b>		
Share capital	296,332	245,767
Share premium	33,064	80,908
Retained earnings	391,532	424,536
Other reserves	458,009	483,056
	1,178,937	1,234,267
<b>Non-controlling interests</b>	7,460	25,191
<b>Total equity</b>	<b>1,186,397</b>	<b>1,259,458</b>
<b>Total equity and liabilities</b>	<b>1,566,658</b>	<b>1,515,180</b>
 Net assets per share (RM)	0.80	5.12

(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)

TDM BERHAD (Company No 6265-P)

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
FOR THE PERIOD ENDED 30 SEPTEMBER 2013

	Attributable to owners of the parent											Non-controlling interests RM'000
	Equity attributable to owners of the parent		Non-distributable		Distributable		Non-distributable					
	Total equity RM'000	RM'000	Share capital RM'000	Share premium RM'000	Retained earnings RM'000	Total other reserves RM'000	Asset revaluation reserve RM'000	Foreign currency translation reserve RM'000	Share option reserve RM'000	Fair value adjustment reserve RM'000	Transaction with non-controlling interest RM'000	
<b>At 1 January 2013</b>												
As previously stated	1,259,458	1,234,267	245,767	80,908	424,536	483,056	497,150	(14,752)	677	(19)	-	25,191
Total comprehensive income	(3,125)	(3,013)	-	-	21,326	(24,339)	-	(24,343)	-	4	-	(112)
<b>Transactions with owners</b>												
Lapsed of ESOS	(4)	(4)	-	-	-	(4)	-	-	(4)	-	-	-
Exercise of ESOS	2,048	2,048	1,176	1,545	-	(673)	-	-	(673)	-	-	-
Issuance of shares pursuant to bonus issue	-	-	49,389	(49,389)	-	-	-	-	-	-	-	-
Acquisition of additional ownership in subsidiary	(17,650)	(31)	-	-	-	(31)	-	-	-	-	(31)	(17,619)
Dividends paid on ordinary shares	(54,330)	(54,330)	-	-	(54,330)	-	-	-	-	-	-	-
Total transactions with owners	(69,936)	(52,317)	50,565	(47,844)	(54,330)	(708)	-	-	(677)	-	(31)	(17,619)
<b>At 30 September 2013</b>	1,186,397	1,178,937	296,332	33,064	391,532	458,009	497,150	(39,095)	-	(15)	(31)	7,460
<b>At 1 January 2012</b>												
Opening balance as at 1 January	1,174,607	1,149,739	238,046	64,069	347,161	500,463	500,435	(1,119)	1,110	37	-	24,868
Total comprehensive income	54,902	54,988	-	-	66,933	(11,945)	-	(11,981)	-	36	-	(86)
<b>Transactions with owners</b>												
Issuance of ordinary shares pursuant to ESOS	9,105	9,105	3,863	5,242	-	-	-	-	-	-	-	-
Share options granted under ESOS	387	387	-	-	-	387	-	-	387	-	-	-
Exercise of ESOS	(2,136)	(2,136)	-	-	-	(2,136)	-	-	(2,136)	-	-	-
Share issued for acquisition of an asset	16,900	16,900	3,557	13,343	-	-	-	-	-	-	-	-
Share issued for acquisition of a subsidiary	825	825	292	533	-	-	-	-	-	-	-	-
Acquisition of subsidiary	147	-	-	-	-	-	-	-	-	-	-	147
Lapsed of ESOS pursuant to disposal of a subsidiary	(436)	(436)	-	-	-	(436)	-	-	(436)	-	-	-
Dividends paid on ordinary shares	(45,568)	(45,376)	-	-	(45,376)	-	-	-	-	-	-	(192)
Total transactions with owners	(20,776)	(20,731)	7,712	19,118	(45,376)	(2,185)	-	-	(2,185)	-	-	(45)
<b>At 30 September 2012</b>	1,208,733	1,183,996	245,758	83,187	368,718	486,333	500,435	(13,100)	(1,075)	73	-	24,737

(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)



**TDM BERHAD** (Company No 6265-P)  
(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS  
FOR THE PERIOD ENDED 30 SEPTEMBER 2013**

	<b>Period Ended</b>	
	<b>30-Sep-13</b>	<b>30-Sep-12</b>
	<b>RM'000</b>	<b>RM'000</b>
<b>Cash flows from operating activities</b>		
Profit before tax	34,737	93,311
Adjustments for:		
Interest expense	54	72
Depreciation of property, plant and equipment	21,811	20,876
Property, plant and equipment written off	139	5
Inventories written off	-	37
Impairment loss on receivables	576	805
Bad debts written off	80	2,642
Gain on disposal of a subsidiary	-	(404)
Payables written back	(1,569)	(503)
Dividend income	(4)	(2,036)
Gain on disposal of property, plant and equipment	(8)	(115)
Gain on disposal of other investment	(279)	-
Interest income	(6,056)	(3,699)
Provision for retirement benefit obligations	148	-
Other receivables written off	625	-
Share options (lapsed)/granted under ESOS	(67)	387
Total adjustments	<u>15,450</u>	<u>18,067</u>
Operating profit before working capital changes	<u>50,187</u>	<u>111,378</u>
<u>Changes in working capital</u>		
Increase in inventories	(6,946)	(8,512)
Decrease in receivables	11,474	7,062
(Decrease)/increase in payables	(6,241)	5,849
Total changes in working capital	<u>(1,713)</u>	<u>4,399</u>
Cash flows from operations	48,474	115,777
Interest paid	(54)	(72)
Interest received	2,656	3,699
Taxes paid	(21,943)	(45,740)
Retirement benefits paid	(42)	(58)
Net cash flows from operating activities	<u>29,091</u>	<u>73,606</u>

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS  
FOR THE PERIOD ENDED 30 SEPTEMBER 2013 (CONT'D)**

	<b>Period Ended</b>	
	<b>30-Sep-13</b>	<b>30-Sep-12</b>
	<b>RM'000</b>	<b>RM'000</b>
<b>Cash flows from investing activities</b>		
Purchase of property, plant and equipment	(72,618)	(58,009)
Addition of plantation development expenditure	(8,880)	(24,602)
Dividend received	4	1,527
Acquisition of additional ownership in subsidiary	(12,653)	-
Proceeds from disposal of property, plant and equipment	-	115
Proceeds from disposal of a subsidiary	2,000	1,375
Gain on disposal of other investment	279	-
Subscription of structured notes	(118,595)	-
Net cash flows used in investing activities	(210,463)	(79,594)
<b>Cash flows from financing activities</b>		
Proceeds from loans and borrowings	143,032	19,673
Repayment of term loans	(141)	(141)
Repayment of hire purchase facilities	(195)	(562)
Proceeds from issuance of ordinary shares	2,111	24,855
Dividend paid	(54,330)	(45,568)
Net cash flows from/(used in) financing activities	90,477	(1,743)
<b>Net decrease in cash and cash equivalents</b>	(90,895)	(7,731)
<b>Cash and cash equivalents at beginning of the period</b>	212,554	224,424
Effect of foreign exchange rate changes	(24,343)	(11,981)
<b>Cash and cash equivalents at end of the period</b>	97,316	204,712
Cash and cash equivalents at end of the period comprise of the following:		
Cash on hand and at banks	41,436	70,526
Deposits with licensed banks	55,880	134,186
Cash and cash equivalents	97,316	204,712

(The condensed consolidated statement of cash flows 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)





**TDM BERHAD** (Company No 6265-P)  
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**Explanatory Notes Pursuant to FRS 134**

**Notes:-**

**1. Accounting policies and methods**

The interim financial statements are unaudited and have been prepared in accordance with the requirements of FRS 134: Interim Financial Reporting and paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad.

The interim financial statements should be read in conjunction with the audited financial statements for the year ended 31 December 2012. These explanatory notes attached to the interim financial statements provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group since the financial year ended 31 December 2012.

**2. Significant accounting policies**

The accounting policies applied by the Group in these condensed consolidated interim financial statements are the same as those applied by the Group in its consolidated annual financial statements as at and for the year ended 31 December 2012 except as follows:

Effective for annual periods beginning on or after 1 July 2012 and 1 January 2013

Amendments to FRS 101 Presentation of Items of Other Comprehensive Income

Amendments to FRS 101 Presentation of Items of Financial Statements (Improvement to FRS (2012))

FRS 9 Financial Instruments

FRS 10 Consolidated Financial Statements

FRS 11 Joint Arrangements

FRS 12 Disclosure of Interests in Other Entities

FRS 13 Fair Value Measurement

FRS 119 Employee Benefits

FRS 127 Separate Financial Statements

FRS 128 Investment in Associate and Joint Ventures

Amendments to FRS 7 Disclosures – Offsetting Financial Assets and Financial Liabilities

Amendments to FRS 1: First-time Adoption of Malaysian Financial Reporting Standards

Amendments to FRS 116: Property, Plant and Equipment (Improvements to FRS (2012))

Amendments to FRS 132: Financial Instruments: Presentation (Improvements to FRS (2012))

Amendments to FRS 134: Interim Financial Reporting (Improvements to FRS (2012))

Amendments to FRS 10: Consolidated Financial Statements: Transition Guidance

Amendments to FRS 11: Joint Arrangements: Transition Guidance

Amendments to FRS 12: Disclosure of Interests in Other Entities: Transition Guidance

The directors expect that the adoption of the standards and interpretations above will have no material impact on the financial statements in the period under review.

**Explanatory Notes Pursuant to FRS 134**

**2. Significant accounting policies (cont'd)**

**Malaysian Financial Reporting Standards (MFRS Framework)**

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* (MFRS 141) and *IC Interpretation 15 Agreements for Construction of Real Estate* (IC 15), including its parent, significant investor and venturer (herein called 'Transitioning Entities').

Transitioning Entities will be allowed to defer adoption of the new MFRS Framework for an additional one year. Consequently, adoption of the MFRS Framework by Transitioning Entities will be mandatory for annual periods beginning on or after 1 January 2014.

The Group falls within the scope definition of Transitioning Entities and accordingly ,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 amount reflecting the application of MFRS Framework. The majority of the adjustments required on transition will be made,retrospectively, against opening retained profits.

**3. Declaration of audit qualification**

The preceding annual financial statements for the year ended 31 December 2012 were reported without any qualification.

**4. Seasonal or cyclical factors**

The operations of the Group are not affected by any cyclical factors, other than the cyclical production of fresh fruit bunches (FFB).

**5. Nature and amount of items affecting assets, liabilities, equity, net income, or cash flows that are unusual because of their nature, size or incidence**

There were no items affecting assets, liabilities, equity, net income, or cash flows that are unusual because of their nature, size, or incidence during the quarter ended 30 September 2013.

**6. Nature and amount of changes in estimates of amounts reported in prior interim periods of the current financial year, which give a material effect in the current interim period**

There were no changes in estimates of amounts, which give a material effect in the current interim period.

**7. Details of issue, cancellation, repurchase, resale and repayment of debt and equity securities**

There were no issuances, cancellations, repurchases, resale and repayments of debt and equity securities during the current quarter, except for the issuance of Indonesian Rupiah Notes Programme ("IDR Notes") by PT Rafi Kamajaya Abadi, a subsidiary of the Company.

The IDR Notes bear a fixed interest rate of 12% per annum and matures twelve years from the issue date of the first IDR Notes.

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**Explanatory Notes Pursuant to FRS 134**

**8. Dividends paid**

No dividend paid in the current quarter under review.

**9. Segmental reporting**

	<b>PLANTATION RM'000</b>	<b>HEALTH RM'000</b>	<b>OTHERS RM'000</b>	<b>GROUP RM'000</b>
<b>3 months ended 30 September 2013</b>				
<b>Revenue</b>				
Total revenue	132,086	29,336	-	161,422
Intersegment-revenue	(58,593)	(1,627)	-	(60,220)
External revenue	<u>73,493</u>	<u>27,709</u>	-	<u>101,202</u>
Segment result (external)	17,320	2,220	11	19,551
Profit before taxation				<u>19,551</u>

**3 months ended  
30 September 2012**

<b>Revenue</b>				
Total revenue	138,415	26,574	-	164,989
Intersegment-revenue	(30,431)	(1,351)	-	(31,782)
External revenue	<u>107,984</u>	<u>25,223</u>	-	<u>133,207</u>
Segment result (external)	51,950	1,787	8	53,745
Profit before taxation				<u>53,745</u>

	<b>PLANTATION RM'000</b>	<b>HEALTH RM'000</b>	<b>OTHERS RM'000</b>	<b>GROUP RM'000</b>
<b>9 months ended 30 September 2013</b>				
<b>Revenue</b>				
Total revenue	265,633	89,663	-	355,296
Intersegment-revenue	(78,070)	(4,798)	-	(82,868)
External revenue	<u>187,563</u>	<u>84,865</u>	-	<u>272,428</u>
Segment result (external)	24,751	9,975	11	34,737
Profit before taxation				<u>34,737</u>

**9 months ended  
30 September 2012**

<b>Revenue</b>				
Total revenue	304,443	82,995	-	387,438
Intersegment-revenue	(55,632)	(4,235)	-	(59,867)
External revenue	<u>248,811</u>	<u>78,760</u>	-	<u>327,571</u>
Segment result (external)	86,397	7,158	(244)	93,311
Profit before taxation				<u>93,311</u>

**TDM BERHAD** (Company No 6265-P)  
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**Explanatory Notes Pursuant to FRS 134**

**9. Segmental reporting (cont'd)**

	<b>PLANTATION RM'000</b>	<b>HEALTH RM'000</b>	<b>OTHERS RM'000</b>	<b>GROUP RM'000</b>
<b>Total assets</b>				
30 September 2013	1,361,781	202,379	2,498	1,566,658
31 December 2012	1,336,055	176,640	2,485	1,515,180
<b>Total liabilities</b>				
30 September 2013	272,533	106,287	1,441	380,261
31 December 2012	166,165	88,123	1,434	255,722

**10. Valuation on non-current assets**

The valuations of property, plant and equipment have been brought forward without amendment from the financial statements for the year ended 31 December 2012.

**11. Significant event**

There were no significant event of the Group for the financial quarter under review.

**12. Material subsequent event**

There were no material subsequent event of the Group for the financial quarter under review.

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

There is no changes in the composition of the group during quarter under review.

**14. Capital commitments**

Capital commitments as at 30 September 2013 are as follows:

	<b>RM '000</b>
Authorised by the Directors and contracted	86,904
Authorised by the Directors but not contracted	216,213
	<u>303,117</u>

**15. Changes in contingent liabilities or contingent assets**

There were no changes in contingent liabilities from the previous audited financial statements to the date of this quarterly report.

**ADDITIONAL INFORMATION REQUIRED BY BURSA MALAYSIA LISTING REQUIREMENT**

**16. Review of the performance of the Group, setting out material factors affecting the earnings and/or revenue of the Group for the current quarter and financial year to date**

**Individual quarter - Q3 2013 versus Q3 2012**

	<b>Q3 2013</b>	<b>Q3 2012</b>	<b>Variance</b>
	<b>RM'000</b>	<b>RM'000</b>	
<b>Revenue</b>			
Plantation	73,493	107,984	-32%
Healthcare	27,709	25,223	10%
<b>Total</b>	<b>101,202</b>	<b>133,207</b>	<b>-24%</b>
<b>PBT</b>			
Plantation	17,320	51,950	-67%
Healthcare	2,220	1,787	24%
<b>Total</b>	<b>19,540</b>	<b>53,737</b>	<b>-64%</b>

Plantation Division

During the quarter, the plantation division registered lower profit of RM34.6 million or 67%, compared to profit before tax of RM51.9 million in the previous quarter, mainly due to:

- a) Lower average price of CPO and PK by 21% and 22% respectively;

<b>Average Price</b>	<b>Q3'13</b>	<b>Q3'12</b>
CPO (RM/mt)	2,363	2,999
PK (RM/mt)	1,309	1,681

- b) Lower CPO and PK production by 21% and 23% respectively;  
c) Start-up losses at Indonesia operation of RM2.2 million.

Healthcare Division

During the quarter, the Healthcare Division recorded higher revenue and PBT by 10% and 24% respectively, compared to the previous quarter, mainly due to:

- a) Higher number of inpatient days by 10% from improved hospital case-mix of patient; and  
b) TDMC Hospital recorded its maiden quarterly profit since we acquired it in 2011. Its revenue improved by 47% and PBT jumped by 118%.

**16. Review of the performance of the Group, setting out material factors affecting the earnings and/or revenue of the Group for the current quarter and financial year to date (cont'd)**

**9 Months 2013 versus 9 Months 2012**

	<b>9M 2013</b>	<b>9M 2012</b>	<b>Variance</b>
	<b>RM'000</b>	<b>RM'000</b>	
<b>Revenue</b>			
Plantation	187,563	248,811	-25%
Healthcare	84,865	78,760	8%
<b>Total</b>	<b>272,428</b>	<b>327,571</b>	<b>-17%</b>
<b>PBT</b>			
Plantation	24,751	86,397	-71%
Healthcare	9,975	7,158	39%
<b>Total</b>	<b>34,726</b>	<b>93,555</b>	<b>-63%</b>

Plantation Division

The plantation division registered lower profit by 71% compared to the same period last year due to:

- a) Lower average price of CPO and PK by 26% and 32% respectively, have contributed to lower plantation revenue by 25% or RM61.2 million;

<b>Average Price</b>	<b>9M'13</b>	<b>9M'12</b>
CPO (RM/mt)	2,327	3,133
PK (RM/mt)	1,236	1,821

- b) Lower CPO and PK production by 9% and 11% respectively.  
c) Immature area expenses of RM7.6 million, compared to RM1.4 million in the previous corresponding period; and  
d) Start-up losses at Indonesia operation of RM6.3 million.

Healthcare Division

The Healthcare Division recorded higher revenue and profit before tax by 8% and 39% respectively compared to the same period last year due to:

- a) Higher number of inpatient days by 10% from improved hospital case-mix of patient;  
b) TDMC Hospital improved performance, which saw revenue increased by 26% and loss reduced by 89%; and  
c) Payable written back of RM1.5 million.

**17. Explanatory comment on any material change in the profit before taxation for the quarter reported on as compared with the immediate preceding quarter**

**Individual quarter - Q3 2013 versus Q2 2013**

The quarter under review recorded profit of RM19.5 million, compared to losses of RM4.2 million in the preceding quarter due to:

- a) Higher production of CPO and PK by 31% and 16%; and
- b) Higher average price of CPO and PK by 4%.

**18. Commentary on the prospects, including the factors that are likely to influence the Group's prospects for the remaining period to the end of the financial year or the next financial year if the reporting period is the last quarter**

The group remains positive on the long term fundamentals of the industry and expects FY 2013 performance to remain satisfactory.

**19a. Explanatory note for any variance of actual profit after tax and minority interest and the forecast profit after tax and minority interest (where the variance exceeds 10%)**

Not applicable.

**19b. Explanatory note for any shortfall in the profit guarantee**

There was no profit guarantee issued for the quarter ended 30 September 2013.

**20. Profit for the period**

	<b>Current period</b>	
	<b>To date</b>	
	<b>30-Sep-13</b>	<b>30-Sep-12</b>
	<b>RM'000</b>	<b>RM'000</b>
<b>The following amounts have been included in arriving at profit before tax:</b>		
Interest expense	54	72
Interest income	(6,056)	(3,699)
Depreciation of property, plant and equipment	21,811	20,876
Bad debts written off	80	2,642
Impairment loss on receivables	576	805
Payables written back	(1,569)	(503)
Gain on disposal of a subsidiary	-	(404)
Gain on disposal of investment	(279)	-
Other receivables written off	625	-
	<b>625</b>	<b>-</b>

Saved as disclosed above as required under Appendix B, Part A(16) of the Bursa Listing Requirements are not applicable.

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**21. Breakdown of tax charge and explanation on variance between effective and statutory tax rate for the current quarter and preceding quarter to date**

	Current Quarter		Current period To date	
	30-Sep-13 RM'000	30-Sep-12 RM'000	30-Sep-13 RM'000	30-Sep-12 RM'000
Current income tax	6,979	13,612	13,840	26,918
Under provision of income tax in prior year	382	557	699	557
	7,361	14,169	14,539	27,475
Deferred tax	(356)	(240)	(755)	(560)
(Over)/under provision of deferred tax	37	(526)	(261)	(451)
	7,042	13,403	13,523	26,464

Income tax is calculated at the Malaysian statutory tax rate of 25% of the estimated assessable profit for the period.

The effective tax rate of the Group for the current and previous corresponding periods were higher than the statutory tax rate of the respective year principally due to certain expenses which were not deductible for tax purposes.

**22. Amount of profits on sale of unquoted investments or properties**

There were no sale of unquoted investments or properties for the current year to date.

**23. Corporate proposals**

On 15 August 2013, TDM had announced that the following subsidiaries which were placed under members' voluntary winding-up had held their Final Meeting on 15 August 2013, and concluded that the said subsidiaries members' voluntary winding-up had been completed;

- 1) TDM Helling Sdn. Bhd. (in liquidation)
- 2) TD Permatang Sdn. Bhd. (in liquidation)

**24. Borrowings and debt securities as at the end of the reporting period**

Details of the Group's borrowings as at 30 September 2013 are as follows :

	Short-term RM'000	Long-term RM'000	Total RM'000
<b><u>Secured</u></b>			
-Term loans	188	54,220	54,408
-Hire purchase payables	33	34	67
	221	54,254	54,475
<b><u>Unsecured</u></b>			
- Notes	-	118,595	118,595
	-	118,595	118,595
Total	221	172,849	173,070



**25. Summary of off balance sheet financial instruments by type and maturity profile**

The Group did not enter into any contract involving off balance sheet financial instruments during the financial quarter ended 30 September 2013.

**26. Changes in material litigation (including status of any pending material litigation) since the last annual balance sheet date**

There were no changes in material liabilities since the previous audited financial statements ended 31 December 2012.

**27. Dividend proposed**

No dividend has been proposed for the current quarter under review.

**28. Earnings per share**

Basic earnings per share is calculated by dividing the net profit for the period by the weighted average number of ordinary shares in issue during the period.

	Individual Quarter		Cummulative Quarter	
	Current	Preceding	Current	Preceding
	Quarter	Corresponding	Quarter	Corresponding
	Ended	Quarter	Ended	Quarter
	30.09.2013	Ended	30.09.2013	Ended
	30.09.2013	30.09.2012	30.09.2013	30.09.2012

**Basic**

Profit for the period attributable to owners of the parent (RM'000)	12,549	39,865	21,326	66,933
Weighted average number of ordinary shares in issue ('000)	1,481,662	245,758	1,481,662	243,147
Basic earnings per ordinary share attributable to owners of the parent	0.85	16.23	1.44	27.53

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**28. Earnings per share (cont'd.)**

	Individual Quarter		Cumulative Quarter	
	Current Quarter Ended 30.09.2013	Preceding Corresponding Quarter Ended 30.09.2012	Current Quarter Ended 30.09.2013	Preceding Corresponding Quarter Ended 30.09.2012
<b>Diluted</b>				
Profit for the period attributable to owners of the parent (RM'000)	-	39,865	-	66,933
Weighted average number of ordinary shares in issue ('000)	-	245,758	-	243,147
Adjustment for:				
- Share options	-	665	-	772
Weighted average number of shares - diluted	-	246,423	-	243,919
Diluted earnings per ordinary share attributable to owners of the parent	-	16.18	-	27.44

**29. Realised and unrealised profits**

	As at 30-Sep-13 RM'000	As at 31-Dec-12 RM'000
Total retained profits of the Company and subsidiaries		
- Realised profits	293,768	318,918
- Unrealised profits	69,088	77,282
	362,856	396,200
Less: Consolidation adjustments	28,676	28,336
Total Group retained profits as per consolidated accounts	391,532	424,536

**30.** The interim financial statements were authorised for issue by the Board of Directors in accordance with a resolution of the directors on 28 November 2013.

**BY ORDER OF THE BOARD**

YEAP KOK LEONG  
Company secretary

Kuala Lumpur  
28 November 2013