

GOPENG BERHAD (109465-X)**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2011 - UNAUDITED**

	31.12.2011	31.12.2010
	RM	RM
ASSETS		
Property, plant and equipment	137,507,842	137,722,039
Investment properties	17,296,027	17,539,212
Biological assets	13,101,277	10,165,225
Land and deferred development expenditure	3,523,880	3,456,613
Associates	3,551,473	4,095,623
Investments	60,000	60,000
Deferred tax assets	803,466	843,366
Total non-current assets	175,843,965	173,882,078
Inventories	189,489	182,549
Properties under development	1,571,377	1,376,604
Trade and other receivables	5,706,770	4,701,176
Assets classified as held for sale	85,368	1,721,623
Short term investments	100,683,900	-
Cash and bank balances	17,060,434	213,064,627
Total current assets	125,297,338	221,046,579
Total assets	301,141,303	394,928,657
EQUITY		
Share capital	89,664,491	89,664,491
Reserves	193,330,179	256,624,873
Total equity	282,994,670	346,289,364
LIABILITIES		
Hire purchase liabilities	-	181,582
Provision for retirement benefits	164,732	141,504
Deferred tax liabilities	13,405,448	14,411,228
Total non-current liabilities	13,570,180	14,734,314
Trade and other payables	3,555,761	8,879,051
Short term borrowings	-	24,900,000
Hire purchase	181,572	125,808
Current tax liabilities	839,120	120
Total current liabilities	4,576,453	33,904,979
Total liabilities	18,146,633	48,639,293
Total equity and liabilities	301,141,303	394,928,657

(The condensed consolidated statement of financial position should be read in conjunction with the audited financial statement for the year ended 31 December 2010 and the accompanying explanatory notes attached to the interim financial statements)

**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 31 DECEMBER 2011 -UNAUDITED**

	Three months ended 31 December		Year ended 31 December	
	2011 RM	2010 RM	2011 RM	2010 RM
Revenue	5,328,672	3,697,944	17,477,018	11,158,305
Cost of sales	(3,437,544)	(2,139,936)	(8,134,569)	(5,180,290)
Gross profit	1,891,128	1,558,008	9,342,449	5,978,015
Other income	172,904	(2,694,585)	5,119,081	9,515,255
Fair value gain on short term investments	1,415,700	-	1,415,700	-
Fair value gain on investment Properties	-	-	-	13,647,783
Administrative expenses	(3,282,637)	(2,516,226)	(7,175,851)	(5,837,581)
Amortisation/Depreciation	(403,770)	(100,670)	(1,615,079)	(491,890)
Results from operating activities	(206,675)	(3,753,473)	7,086,300	22,811,582
Interest income	868,205	336,508	2,931,028	431,626
Reclassification of fair value gain on short term investments	(1,415,700)	-	-	-
Finance costs	(3,964)	(287,552)	(226,984)	(1,067,999)
Operating Profit	(758,134)	(3,704,517)	9,790,344	22,175,209
Share of profit/(loss) of associates, net of tax	(301,898)	98,450	169,913	(48,401,662)
Profit/(loss) before tax	(1,060,032)	(3,606,067)	9,960,257	(26,226,453)
Tax expense	(197,526)	1,291,098	(287,526)	43,292
Profit/(loss) for the year	(1,257,558)	(2,314,969)	9,672,731	(26,183,161)
Other comprehensive income				
Gain on revaluation of land	-	-	-	117,152,447
Other comprehensive income, net of tax	-	-	-	117,152,447
Total comprehensive income for the year	(1,257,558)	(2,314,969)	9,672,731	90,969,286
Basic earnings/(loss) per share				
From continuing operations	(0.7) sen	(1.29) sen	5.39sen	(14.6) sen
Diluted earnings per ordinary share (sen)	NA	NA	NA	NA

(The condensed consolidated statement of comprehensive income should be read in conjunction with the audited financial statements for the year ended 31 December 2010 and the accompanying explanatory notes attached to the interim financial statements)

GOPENG BERHAD (109465-X)**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31 DECEMBER 2011 - UNAUDITED**

	Attributable to shareholders of the Company						Total Equity RM
	Share Capital	Share Premium	Capital Reserve	Revaluation Reserve	Retained Profits	Reserves	
	RM	RM	RM	RM	RM	RM	
At 1 Jan 2011	89,664,491	42,349,828	-	116,407,251	97,867,794	256,624,873	346,289,364
Profit for the year	-	-	-	-	9,672,731	9,672,731	9,672,731
	-	-	-	-	-	-	-
Total comprehensive income	-	-	-	-	9,672,731	9,672,731	9,672,731
Depreciation transfer on land, net of tax	-	-	-	(2,980,784)	3,986,564	1,005,780	1,005,780
	-	-	-	-	-	-	-
Interim dividend -2010	-	-	-	-	(73,973,205)	(73,973,205)	(73,973,205)
At 31 Dec 2011	89,664,491	42,349,828	-	113,426,467	37,553,884	193,330,179	282,994,670
At 1 Jan 2010	89,664,491	42,349,828	7,032,000	-	124,847,604	174,229,432	263,893,923
Loss for the year	-	-	-	-	(26,183,161)	(26,183,161)	(26,183,161)
Gain on revaluation of land	-	-	-	117,152,447	-	117,152,447	117,152,447
Total comprehensive income	-	-	-	117,152,447	(26,183,161)	90,969,286	90,969,286
Depreciation transfer on land, net of tax	-	-	-	(745,196)	996,641	251,445	251,445
Disposal of associate	-	-	(7,032,000)	-	-	(7,032,000)	(7,032,000)
Final dividend -2009	-	-	-	-	(1,793,290)	(1,793,290)	(1,793,290)
At 31 Dec 2010	89,664,491	42,349,828	-	116,407,251	97,867,794	256,624,873	346,289,364

(The condensed consolidated statement of changes in equity should be read in conjunction with the audited financial statements for the year ended 31 December 2010 and the accompanying explanatory notes attached to the interim financial statements)

**CONDENSED CONSOLIDATED CASH FLOW STATEMENT
FOR THE PERIOD ENDED 30 SEPTEMBER 2011 - UNAUDITED**

	Period ended 31 Dec 2011	Period ended 31 Dec 2010
	RM	RM
Net (loss)/profit before tax and minority interest	10,451,197	(26,226,453)
Adjustments for: -		
Non-cash items	1,904,028	916,618
Non-operating items (which are investing/financing)	(9,227,960)	26,971,836
Operating profit before changes in working capital	3,127,265	1,662,001
Changes in working capital		
(Increase)/decrease in current assets	(145,550)	(2,040,426)
Increase/(decrease) in current liabilities	(5,369,388)	2,039,196
<i>Cash generated from operations</i>	<i>(2,387,673)</i>	<i>1,660,771</i>
Payments for tax, retirement benefits, development expenditure and tax refund	(272,461)	(3,286,811)
<i>Net cash flows generated from operating activities</i>	<i>(2,660,134)</i>	<i>(1,626,040)</i>
Cash flows (used in) / from investing activities		
- Other investments	(94,116,311)	205,190,758
	(96,776,445)	203,564,718
Cash flows used in financing activities		
- Dividend paid to shareholders of the Company	(73,973,205)	(1,793,290)
- Bank borrowings and interests	(25,239,544)	(1,287,907)
Net increase/(decrease) in cash and cash equivalents	(195,989,194)	200,483,521
Cash and cash equivalents at beginning of period	213,049,628	12,581,106
Cash and cash equivalents at end of period	17,060,434	213,064,627
Analysis of cash and cash equivalents: -	31 Dec 2011	31 Dec 2010
Housing development accounts	-	660,548
Deposits with licensed banks	15,478,864	209,321,695
Cash and bank balances	1,581,570	3,082,384
	17,060,434	213,064,627

(The condensed consolidated cash flow statement should be read in conjunction with the audited financial statements for the year ended 31 December 2010 and the accompanying explanatory notes attached to the interim financial statements)

Notes to the interim financial report

1. Basis of preparation

This interim financial report is unaudited and has been prepared in accordance with the applicable disclosure provisions of the Listing Requirements of the Bursa Malaysia Securities Berhad, including compliance with Financial Reporting Standard (FRS) 134 Interim Financial Reporting, issued by the Malaysian Accounting Standards Board (“MASB”).

The interim financial report should be read in conjunction with the most recent audited financial statements for the year ended 31 December 2010. The accounting policies and methods of computation adopted by the Group in the interim financial report are consistent with those adopted in the 2010 annual financial statements.

The preparation of an interim financial report in conformity with FRS 134 requires management to make judgements, estimates and assumptions that affect the application of policies and reported amounts of assets and liabilities, income and expenses on a year to date basis. Actual results may differ from these estimates.

This interim financial report contains condensed consolidated financial statements and selected explanatory notes. The notes include an explanation of events and transactions that are significant to an understanding of the changes in financial position and performance of the Group since the 2010 annual financial statements. The condensed consolidated interim financial statements and notes thereon do not include all of the information required for full set of financial statements prepared in accordance with FRSs.

Statutory financial statements for the year ended 31 December 2010 are available from the Company’s registered office.

2. Changes in accounting policies

On 1 January 2011, the Group and the Company adopted the following new and amended FRS and IC Interpretations (“IC Int”) mandatory for annual financial year beginning on or after 1 January 2011.

- FRS 1 First-time Adoption of Financial Reporting Standards
- FRS 3 Business Combinations (revised)
- FRS 127 Consolidated and Separate Financial Statements (amended)
- Amendments to FRSs
- IC Int 12 Service Concession Arrangements
- IC Int 16 Hedges of a Net Investment in a Foreign Operation
- IC Int 17 Distributions of Non-cash Assets to Owners
- Amendments to ICs

The adoption of the new and revised FRS, amendments to FRS and IC Int did not have any significant financial impact on the Group and the Company.

The Group and the Company have not applied the following accounting standards, amendments and interpretations that have been issued by the Malaysian Accounting Standards Board (MASB) but are not yet effective for the Group and the Company.

Effective for annual periods commencing on or after 1 July 2011

- IC Interpretation 19 Extinguishing Financial Liabilities with Equity Instruments

Effective for annual periods commencing on or after 1 January 2012

- FRS 124 Related Party Disclosures
- Severe Hyperinflation and Removal of Fixed Dates for First-time Adopters (Amendments to FRS 1)
- Disclosures – Transfers of Financial Assets (Amendments to FRS 7)
- Deferred Tax: Recovery of Underlying Assets (Amendments to FRS 112)

Effective for annual periods commencing on or after 1 July 2012

- Presentation of Items of Other Comprehensive Income (Amendments to FRS 101)

Effective for annual periods commencing on or after 1 January 2013

- FRS 9 Financial Instruments (IFRS 9 issued by International Accounting Standards Board (“IASB”) in November 2009)
- FRS 9 Financial Instruments (IFRS 9 issued by IASB in October 2010)
- 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 (as amended in November 2011)
- FRS 127 Separate Financial Statements (as amended in November 2011)
- FRS 128 Investments in Associates and Joint Ventures (as amended in November 2011)
- IC Interpretation 20 Stripping Costs in the Production Phase of a Surface Mine

3. Seasonal or cyclical factors

The business of the Group was not affected by any significant seasonal or cyclical factors in the current quarter.

4. Unusual items due to their nature, size or incidence

There were no unusual items due to their nature, size or incidence in the current quarter.

5. Changes in estimates

There were no changes in estimates that have had material effect in the current quarter.

6. Capital and reserves

There was no change in the capital and changes in reserves for the period under review were disclosed in the consolidated statement of changes in equity.

7. Debt and equity securities

There were no issuance, cancellation, repurchase and resale of equity securities in the current quarter. However, the Company had fully settled the short term revolving credit of RM24.9 million in March 2011.

8. Dividend

A Special Interim Dividend comprising a Tax-Exempt Dividend of 25 sen per RM0.50 ordinary share and a Gross Dividend of 10 sen less 25% Income Tax per RM0.50 ordinary share in respect of the year ended 31 December 2010 was paid on 16 February 2011 to shareholders whose names appeared in the Record of Depositors on 31 January 2011.

A final dividend comprising a tax-exempt dividend of 5 sen per RM0.50 ordinary share and a gross dividend of 5 sen (less 25% tax) per RM0.50 ordinary share in respect of the year ended 31 December 2010 was paid on 21 July 2011 to shareholders whose names appear in the Record of Depositors on 30 June 2011.

9. Segment reporting

Segment information is presented in respect of the Group's business segment. The activities of the Group are carried out in Malaysia and as such segmental reporting by geographical location is not presented.

	Year ended 31 Dec 2011		Year ended 31 Dec 2010	
	Turnover	Segment result / Profit/(loss) from operations	Turnover	Segment result / Profit/(loss) from operations
	RM	RM	RM	RM
Property	2,718,335	177,658	-	(301,847)
Plantation	14,758,683	8,434,497	11,158,305	5,738,439
Others	-	(1,525,855)	-	17,374,990
Consolidated	17,477,018	7,086,300	11,158,305	22,811,582

There are no inter-segment elimination and unallocated operating income or expenses.

10. Property, motor vehicle, plant and equipment and biological assets**(a) Valuations**

The costs of biological assets had been brought forward, without amendment from the previous annual financial statements. The Company had adopted the revaluation model in FRS 116 and the costs of land and investment properties are currently measured at fair value.

(b) Acquisitions and disposals

Acquisitions and disposals of items of property, motor vehicle, plant and equipment in the current interim period and preceding corresponding period are as follows:

	Year ended 31 Dec 2011 RM	Year ended 31 Dec 2010 RM
Acquisition of:		
Plant and machinery – at cost	170,050	3,964
Office equipment and fittings - at cost	1,065,730	576,076
	<u>1,235,780</u>	<u>580,040</u>
 Total proceeds for sale of machinery	 <u>59,600</u>	 <u>127,500</u>

11. Post balance sheet events

There are no material events after the year end that have not been reflected in the financial statements for the financial year ended 31 December 2010.

12. Changes in composition of the Group

There were no changes in the composition of the Group during the current quarter.

13. Contingent assets

There were no contingent assets during the current quarter.

14. Contingent liabilities

There were no contingent liabilities during the quarter under review other than stated below.

- (i) Since previous financial years, the Company had entered into 4 conditional sale and purchase agreements (“SPAs”) with 4 parties for the disposal of the remaining plantation land of approximately 885 hectares in Kota Bahroe Group Estate. Due to non-fulfilment of the conditions within the stipulated conditional period of 3 months from the date of the SPAs, the SPAs were deemed to have been terminated. Pursuant thereto, the Company via its solicitors had given notice to the purchasers that the SPAs had lapsed and are no longer binding.

However, the Company had been served with Ipoh High Court Originating Summons by the purchasers. The purchasers are seeking to enforce the terms of the SPAs individually.

On 16 November 2009, the Ipoh High Court had dismissed the plaintiffs’ application with costs. The plaintiffs subsequently filed an appeal with the Court of Appeal against the High Court’s decision on 15 December 2009. On 3 November 2010, the plaintiffs’ appeal was dismissed with costs.

The plaintiffs had filed an application for leave to appeal to the Federal Court against the decision of the Court of Appeal. The application was dismissed by Federal Court on 12 October 2011 with costs.

- (ii) Total claims for liquidated ascertained damages filed by property purchasers for late delivery of vacant possession by the Company was approximately RM138,000.

15. Capital commitments

For the year ended 31 December 2011, there was no capital commitment.

16. Material related party transactions

There were no material related party transactions for the year under review.

17. Review of performance

The Group recorded a turnover of RM17.5 million and an operating profit of RM7.1 million for the year compared to a turnover of RM11.2 million and an operating profit of RM22.8 million in the previous corresponding year. The higher turnover was due to higher yield from the plantation division. The higher operating profit in the previous corresponding period was due to the recognition of fair value gain on investment properties.

For the year under review, the Group achieved a profit after tax of RM9.7 million as compared to a loss of RM26.2 million in the corresponding year. Profits generated for the current year were mainly from the plantation division, interest income and income from short term investments as the Company no longer recognised the share of profit from Perak-Hanjoong Simen Sdn Bhd following the sale in December 2010.

18. Variation of results against preceding quarter.

For the quarter under review, the Group recorded a turnover of RM5.3 million and an operating loss of RM0.2 million as compared to a turnover of RM3.7 million and an operating profit of RM0.6 million in the preceding quarter.

19. Future prospects

The Group's performance for the next quarter is expected to be at the same level.

20. Profit forecast

Not applicable as the Group did not publish any profit forecast.

21. Taxation

	Year ended 31 Dec 2011 RM	Year ended 31 Dec 2010 RM
Income tax	203,096	202,101
Overprovision in prior financial year	(202,101)	(439,645)
Real Property Gain Tax	246,631	451,390
Deferred taxation	39,900	(257,138)
Tax expense	<u>287,526</u>	<u>(43,292)</u>

The Group's effective tax rate is lower than the statutory tax rate as the profit before taxation is mainly due sale of land of RM4.8 million.

22. Unquoted investments and properties

There was no sale of unquoted investments and/or properties for the quarter under review.

23. Quoted investments

- (i) There was no purchase of quoted securities for the quarter under review and financial year-to-date. However during the period under review, shares of Naluri Corporation Berhad were delisted from the Official List of Bursa Malaysia Securities Berhad. The Company held 8,000 shares, the cost of which had been fully written off.
- (ii) Investments in quoted securities as at 31 December 2011 were as follows:

	RM
(i) At cost	<u>5,700</u>
(ii) At carrying book value	<u>5,700</u>
(iii) At market value	<u>300</u>

24. Status of corporate proposals announced

The Company was uplifted from PN17 on 5 July 2011 and was reclassified from "Industrial Products" to "Plantation" sector effective 8 August 2011.

25. Borrowing and debt securities

Group borrowings and debt securities as at the end of the reporting period: -

	At 31 Dec 2011 RM	At 31 Dec 2010 RM
Current		
Secured	181,572	125,808
Unsecured	-	24,900,000
	<u>181,572</u>	<u>25,025,808</u>

	At 31 Dec 2011 RM	At 31 Dec 2010 RM
Non-current		
Secured	<u>-</u>	<u>181,582</u>

The above borrowings are denominated in Ringgit Malaysia.

27. Off balance sheet financial instruments

During the quarter under review, the Group did not enter into any contracts involving off balance sheet financial instruments.

28. Material litigation

As at 23 November 2011, there was no material litigation against the Group except as disclosed in Note 15, Contingent liabilities.

29. Basic earnings per share

The calculation of basic earnings per share for the current year was based on the profit for the period of RM9,672,731 and the number of shares in issue of 179,328,982 shares ranking for dividend during the year.

30. Realised and Unrealised Profits

	Current financial Year (RM'000)
Total retained profits of Gopeng Berhad and its subsidiaries:	
- Realised	9,503
- Unrealised	<u>-</u>
	9,503
Total loss of retained profits from associated companies:	
- Realised	170
- Unrealised	<u>-</u>
Less: Consolidation adjustments	-
Total group retained profits as per consolidated accounts	<u>9,673</u>

31. Authorisation for issue

The interim financial statements were authorised for issue by the Board of Directors in accordance with a resolution of the directors on 28 February 2012.