

UNITED MALACCA BERHAD (1319 - V)

(Incorporated in Malaysia)

**UNAUDITED INTERIM FINANCIAL STATEMENTS
FOR THE THIRD QUARTER ENDED 31 JANUARY 2012****CONDENSED CONSOLIDATED INCOME STATEMENT
FOR THE THIRD QUARTER ENDED 31 JANUARY 2012**

	Individual Quarter 3 Months Ended 31 January		Cumulative Quarter 9 Months Ended 31 January	
	2012	2011	2012	2011
	RM'000	RM'000	RM'000	RM'000
Revenue	57,422	47,076	186,841	144,250
Cost of sales	(29,474)	(20,311)	(87,398)	(63,897)
Gross profit	27,948	26,765	99,443	80,353
Other income	2,970	2,613	7,243	7,602
Selling and distribution expenses	(881)	(619)	(2,751)	(2,196)
Administrative expenses	(3,013)	(3,184)	(8,762)	(9,806)
Other expenses	(124)	(518)	(1,166)	(555)
Replanting expenses	(707)	(713)	(2,368)	(2,674)
Operating profit	26,193	24,344	91,639	72,724
Share of results of associates	549	1,206	2,518	3,987
Profit before tax	26,742	25,550	94,157	76,711
Income tax expense	(5,455)	(6,812)	(20,586)	(18,025)
Profit for the period	21,287	18,738	73,571	58,686
Basic earnings per share (sen)	10.49	9.26	36.31	29.10
Diluted earnings per share (sen)	10.49	9.26	36.31	29.10

The Condensed Consolidated Income Statement should be read in conjunction with the audited financial statements for the year ended 30 April 2011 and the accompanying explanatory notes attached to the interim financial statements.

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**UNAUDITED INTERIM FINANCIAL STATEMENTS
FOR THE THIRD QUARTER ENDED 31 JANUARY 2012****CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE THIRD QUARTER ENDED 31 JANUARY 2012**

	Individual Quarter		Cumulative Quarter	
	3 Months Ended		9 Months Ended	
	31 January		31 January	
	2012	2011	2012	2011
	RM'000	RM'000	RM'000	RM'000
Comprehensive Income				
Profit for the period	21,287	18,738	73,571	58,686
Other comprehensive income				
Net gain/(loss) on available-for-sale investments:				
- Gain/(loss) on fair value changes	600	1,014	(1,174)	1,716
- Transfer to profit or loss upon disposal	-	-	885	-
Share of other comprehensive income of associates:				
- Share premium	-	-	-	502
- Other reserves	1,172	(137)	877	1,766
	1,772	877	588	3,984
Total comprehensive income for the period	23,059	19,615	74,159	62,670

The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the audited financial statements for the year ended 30 April 2011 and the accompanying explanatory notes attached to the interim financial statements.

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**UNAUDITED INTERIM FINANCIAL STATEMENTS
FOR THE THIRD QUARTER ENDED 31 JANUARY 2012****CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**

	As at End of Current Quarter 31 January 2012	As at Preceding Financial Year End 30 April 2011
	RM'000	RM'000
ASSETS		
Non-Current Assets		
Property, plant and equipment	444,391	436,981
Biological assets	422,006	406,144
Prepaid land lease payments	4,086	4,231
Goodwill on consolidation	18,628	18,628
Investment in associates	29,871	28,199
Available-for-sale investments	39,992	50,264
	<u>958,974</u>	<u>944,447</u>
Current Assets		
Inventories	14,386	14,740
Trade and other receivables	13,943	19,110
Held for trading investments	15,638	-
Cash and bank balances	150,260	140,353
	<u>194,227</u>	<u>174,203</u>
Non-current asset held for sale	-	1,675
	<u>194,227</u>	<u>175,878</u>
TOTAL ASSETS	<u>1,153,201</u>	<u>1,120,325</u>
EQUITY AND LIABILITIES		
Equity attributable to owners of the Company		
Share capital	203,104	202,358
Share premium	5,713	1,164
Other reserves	302,161	300,193
Retained earnings	532,186	513,361
Shareholders' equity	<u>1,043,164</u>	<u>1,017,076</u>
Non-Current Liability		
Deferred tax liability	81,951	81,839
Current Liabilities		
Trade and other payables	20,418	17,677
Income tax payable	7,668	3,733
	<u>28,086</u>	<u>21,410</u>
Total liabilities	<u>110,037</u>	<u>103,249</u>
TOTAL EQUITY AND LIABILITIES	<u>1,153,201</u>	<u>1,120,325</u>
Net assets per share attributable to owners of the Company (RM)	5.14	5.03

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited financial statements for the year ended 30 April 2011 and the accompanying explanatory notes attached to the interim financial statements.

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**UNAUDITED INTERIM FINANCIAL STATEMENTS
FOR THE THIRD QUARTER ENDED 31 JANUARY 2012****CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE NINE MONTHS ENDED 31 JANUARY 2012**

	Attributable to Owners of the Company				Total Equity
	Non-distributable		Distributable		
	Share Capital	Share Premium	Other Reserves	Retained Earnings	
	RM'000	RM'000	RM'000	RM'000	RM'000
<u>Current 9 Months Ended</u>					
<u>31 January 2012</u>					
Balance at 1 May 2011	202,358	1,164	300,193	513,361	1,017,076
Total comprehensive income for the period	-	-	588	73,571	74,159
Transfer to retained earnings:					
Realisation of asset revaluation reserve upon depreciation	-	-	(904)	904	-
Realisation of fair value adjustment reserve upon disposal of an associate	-	-	(80)	80	-
	-	-	(984)	984	-
Transactions with owners:					
Fair value of share options granted to eligible directors and employees	-	-	3,596	-	3,596
Shares issued pursuant to exercise of employee share options	746	4,549	(1,227)	-	4,068
Employee share options forfeited	-	-	(5)	5	-
Dividends	-	-	-	(55,735)	(55,735)
	746	4,549	2,364	(55,730)	(48,071)
Balance at 31 January 2012	203,104	5,713	302,161	532,186	1,043,164

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**UNAUDITED INTERIM FINANCIAL STATEMENTS
FOR THE THIRD QUARTER ENDED 31 JANUARY 2012****CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE NINE MONTHS ENDED 31 JANUARY 2012 - CONT'D**

	Attributable to Owners of the Company				Total Equity RM'000
	Share Capital RM'000	Non-distributable		Distributable Retained Earnings RM'000	
		Share Premium RM'000	Other Reserves RM'000		
9 Months Ended 31 January 2011					
Balance at 1 May 2010	134,005	6,346	270,445	529,026	939,822
Effect of adopting FRS 139	-	-	22,540	-	22,540
	134,005	6,346	292,985	529,026	962,362
Total comprehensive income for the period	-	502	3,482	58,686	62,670
Transfer to retained earnings:					
Realisation of asset revaluation reserve upon depreciation	-	-	(913)	913	-
Realisation of asset revaluation reserve upon property, plant and equipment written off	-	-	(6)	6	-
	-	-	(919)	919	-
Transactions with owners:					
Fair value of share options granted to eligible directors and employees	-	-	6,128	-	6,128
Shares issued pursuant to exercise of employee share options	901	8,364	(2,139)	-	7,126
Bonus issue of one share for every two existing shares	67,416	(14,175)	-	(53,241)	-
Share issuance expenses	-	(91)	-	-	(91)
Employee share options forfeited	-	-	(78)	78	-
Dividends	-	-	-	(45,155)	(45,155)
	68,317	(5,902)	3,911	(98,318)	(31,992)
Balance at 31 January 2011	202,322	946	299,459	490,313	993,040

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the audited financial statements for the year ended 30 April 2011 and the accompanying explanatory notes attached to the interim financial statements.

**UNAUDITED INTERIM FINANCIAL STATEMENTS
FOR THE THIRD QUARTER ENDED 31 JANUARY 2012**

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE NINE MONTHS ENDED 31 JANUARY 2012

	<u>2011/2012</u> <u>9 Months</u> <u>Ended</u> <u>31 January 2012</u> <u>RM'000</u>	<u>2010/2011</u> <u>9 Months</u> <u>Ended</u> <u>31 January 2011</u> <u>RM'000</u>
Cash Flows From Operating Activities		
Profit before tax	94,157	76,711
Adjustments for:		
Amortisation of prepaid land lease payments	143	138
Depreciation of property, plant and equipment	8,225	7,345
Fair value of share options granted to eligible directors and employees expensed off	3,596	6,128
Gain on disposal of an associate	(365)	-
(Gain)/loss on disposal of property, plant and equipment	(39)	1
Loss on disposal of available-for-sale investment	885	-
Net fair value gains on held for trading investments	(415)	(2,547)
Property, plant and equipment written off	121	52
Unrealised foreign exchange loss	64	-
Dividend income	(1,839)	(1,091)
Interest income	(3,881)	(2,806)
Share of results of associates	(2,518)	(3,987)
Operating profit before working capital changes	98,134	79,944
Decrease/(increase) in inventories	354	(12,352)
Decrease/(increase) in trade and other receivables	5,183	(1,721)
Increase in trade and other payables	2,741	5,623
Cash generated from operations	106,412	71,494
Dividend received from associates	1,594	1,720
Dividend received from other investments	1,817	1,069
Interest received	3,865	2,586
Income taxes paid	(16,517)	(12,430)
Net cash generated from operating activities	97,171	64,439
Cash Flows From Investing Activities		
Additions of biological assets	(14,359)	(7,493)
Proceeds from disposal of an associate	2,169	-
Proceeds from disposal of available-for-sale investment	9,630	-
Proceeds from disposal of held for trading investments	7,998	28,831
Proceeds from disposal of property, plant and equipment	40	1
Purchase of available-for-sale investment	(532)	(10,180)
Purchase of held for trading investments	(23,285)	(18,769)
Purchase of property, plant and equipment	(17,258)	(10,440)
Net cash used in investing activities	(35,597)	(18,050)
Cash Flow From Financing Activities		
Dividends paid on ordinary shares	(55,735)	(45,155)
Proceeds from exercise of employee share options	4,068	7,126
Share issuance expenses	-	(91)
Net cash used in financing activities	(51,667)	(38,120)
Net change in Cash and Cash Equivalents	9,907	8,269
Cash and Cash Equivalents at beginning of period	140,353	123,457
Cash and Cash Equivalents at end of period	150,260	131,726
Cash and Cash Equivalents comprise:		
Cash on hand and at banks	459	57
Deposits with licensed financial institutions	105,279	117,738
Money market funds placed with fund managers	44,522	13,931
	150,260	131,726

The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the audited financial statements for the year ended 30 April 2011 and the accompanying explanatory notes attached to the interim financial statements.

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UNAUDITED INTERIM FINANCIAL STATEMENTS FOR THE THIRD QUARTER ENDED 31 JANUARY 2012

NOTES TO THE INTERIM FINANCIAL STATEMENTS

A. EXPLANATORY NOTES PURSUANT TO FINANCIAL REPORTING STANDARD ("FRS") 134: INTERIM FINANCIAL REPORTING AND BURSA LISTING REQUIREMENTS

A1. Basis of Preparation

The interim financial statements are unaudited and have been prepared in compliance 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 annual audited financial statements of the Group for the year ended 30 April 2011. 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 30 April 2011.

A2. Changes in Accounting Policies

The accounting policies and methods of computation applied by the Group in the interim financial statements are consistent with those applied in the latest audited financial statements for the financial year ended 30 April 2011 except for the adoption of the following standards and interpretations which are applicable and relevant to the Group's operations effective for the financial year beginning 1 May 2011:

Effective for financial periods beginning on or after 1 July 2010

FRS 1	<i>First-time Adoption of Financial Reporting Standards</i>
FRS 3	<i>Business Combinations (Revised)</i>
Amendments to FRS 2	<i>Share-based Payment</i>
Amendments to FRS 5	<i>Non-current Assets Held for Sale and Discontinued Operations</i>
Amendments to FRS 127	<i>Consolidated and Separate Financial Statements</i>
Amendments to FRS 138	<i>Intangible Assets</i>
IC Interpretation 17	<i>Distributions of Non-cash Assets to Owners</i>
Amendments to IC Interpretation 9	<i>Reassessment of Embedded Derivatives</i>

Effective for financial periods beginning on or after 1 January 2011

Amendments to FRS 1	<i>Limited Exemption from Comparative FRS 7 Disclosures for First-time Adopters</i>
Amendments to FRS 1	<i>Additional Exemptions for First-time Adopters</i>
Amendments to FRS 2	<i>Group Cash-settled Share-based Payment Transactions</i>

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NOTES TO THE INTERIM FINANCIAL STATEMENTS - CONT'D

A2. Changes in Accounting Policies - Cont'd

Effective for financial periods beginning on or after 1 January 2011 - Cont'd

Amendments to FRS 7	<i>Improving Disclosures about Financial Instruments</i>
Improvements to FRS issued in 2010 which include:	
- Amendments to FRS 1	<i>First-time Adoption of Financial Reporting Standards</i>
- Amendments to FRS 3	<i>Business Combinations</i>
- Amendments to FRS 7	<i>Financial Instruments: Disclosures</i>
- Amendments to FRS 101	<i>Presentation of Financial Statements</i>
- Amendments to FRS 121	<i>The Effects of Changes in Foreign Exchange Rates</i>
- Amendments to FRS 128	<i>Investments in Associates</i>
- Amendments to FRS 132	<i>Financial Instruments: Presentation</i>
- Amendments to FRS 134	<i>Interim Financial Reporting</i>
- Amendments to FRS 139	<i>Financial Instruments: Recognition and Measurement</i>

The adoption of the above standards and interpretations do not have any material impact on the financial statements of the Group.

Malaysian Financial Reporting Standards

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 2013.

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 30 April 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 earnings.

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NOTES TO THE INTERIM FINANCIAL STATEMENTS - CONT'D

A3. Seasonal or Cyclical of Operations

The production of oil palm fresh fruits bunches ("FFB") is seasonal in nature and greatly influenced by variation in weather conditions.

The FFB production for the nine months ended 31 January 2012 was 16% higher than that of the corresponding period in the preceding financial year. This was mainly due to additional net area of 1,063 hectares coming into harvesting and also from increasing yield trend of young matured oil palms.

A4. Unusual Items Affecting Assets, Liabilities, Equity, Net Income or Cash Flow

There were no unusual items affecting assets, liabilities, equity, net income or cash flows during the nine months ended 31 January 2012.

A5. Material Changes in Estimates

There were no material changes in estimates that have a material effect against results in the current quarter and current financial year-to-date ended 31 January 2012.

A6. Changes in Debt and Equity Securities

There were no issuance, repurchase and repayment of debt and equity securities during the nine months ended 31 January 2012 except for the issuance of 746,150 ordinary shares of RM1 each for cash pursuant to the Company's Employee Share Scheme ("ESS").

In addition, during the current quarter, pursuant to the ESS, 1,260,000 options were offered and accepted by eligible director and employees, out of which 20% are exercisable into new ordinary shares with effect from 1 November 2011.

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**UNAUDITED INTERIM FINANCIAL STATEMENTS
FOR THE THIRD QUARTER ENDED 31 JANUARY 2012****NOTES TO THE INTERIM FINANCIAL STATEMENTS - CONT'D****A7. Dividends Paid**

The amount of dividends paid during the nine months ended 31 January 2012 was as follows:

	RM'000
(a) In respect of financial year ended 30 April 2011	
Final tax exempt (single-tier) dividend of 17.5 sen per share, on 202,458,001 ordinary shares, paid on 27 September 2011	35,430
(b) In respect of financial year ending 30 April 2012	
Interim tax exempt (single-tier) dividend of 10 sen per share, on 203,043,801 ordinary shares, paid on 31 January 2012	20,305
	<u>55,735</u>

A8. Segmental Information

	Current Quarter Ended 31 January 2012 RM'000	Cumulative Nine Months Ended 31 January 2012 RM'000
Segment Revenue		
Plantation revenue	69,739	232,387
Elimination of inter-segment sales	(12,317)	(45,546)
External sales	<u>57,422</u>	<u>186,841</u>
Segment Results		
Plantation	23,509	86,184
Investment holding	2,684	5,455
Share of results of associates	549	2,518
Profit before tax	<u>26,742</u>	<u>94,157</u>
Income tax expense	(5,455)	(20,586)
Profit for the period	<u>21,287</u>	<u>73,571</u>

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UNAUDITED INTERIM FINANCIAL STATEMENTS FOR THE THIRD QUARTER ENDED 31 JANUARY 2012

NOTES TO THE INTERIM FINANCIAL STATEMENTS - CONT'D

A9. Material Events Subsequent to the End of the Interim Period

There were no material events from the current quarter ended 31 January 2012 to the date of this announcement that had not been reflected in this interim financial statements.

A10. Changes in the Composition of the Group

There were no changes in the composition of the Group during the nine months ended 31 January 2012 except for the disposal of an associate company, Malaysian Trustees Berhad for a cash consideration of RM2,169,000 which was completed on 15 June 2011.

A11. Changes in Contingent Liabilities and Contingent Assets

At the date of this report, no contingent liabilities and contingent assets had arisen since the last reporting date as at 30 April 2011.

A12. Capital Commitments

At the end of the current quarter, the Group has the following capital commitments:

	RM'000
Capital expenditure approved and contracted for:	
Additions of biological assets	11,653
Purchase of property, plant and equipment	13,950
	<u>25,603</u>
Capital expenditure approved but not contracted for:	
Acquisition of land	5,097
Additions of biological assets	449
Purchase of property, plant and equipment	18,050
	<u>23,596</u>
	<u>49,199</u>

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NOTES TO THE INTERIM FINANCIAL STATEMENTS - CONT'D

A13. Related Party Disclosures

(a) Transactions with Related Parties

The Group had the following transactions with related parties during the current quarter and current financial year-to-date ended 31 January 2012:

	Current Quarter Ended 31 January 2012 RM'000	Cumulative Nine Months Ended 31 January 2012 RM'000
Associate		
- Interest income	11	45
A company related to a director		
- Interest income	<u>853</u>	<u>2,585</u>

(b) Balances with Related Party

	As at End of Current Quarter 31 January 2012 RM'000
A company related to a director	
- Placement in current accounts	159
- Placement in deposits	<u>80,400</u>

B. EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD

B1. Review of Performance

(a) Current Quarter vs. Preceding Year Corresponding Quarter

The Group's pretax profit of RM26.74 million for the current quarter ended 31 January 2012 was 5% higher as compared with RM25.55 million for the corresponding quarter in the preceding year mainly due to higher FFB production as well as higher investment income.

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NOTES TO THE INTERIM FINANCIAL STATEMENTS - CONT'D

B1. Review of Performance - Cont'd

(a) Current Quarter vs. Preceding Year Corresponding Quarter - Cont'd

Comments on the business segments are as follows:

Plantation

The Group's FFB production for the current quarter was 26% higher than that of the corresponding quarter in the preceding year. However, due to lower crude palm oil ("CPO") and palm kernel ("PK") prices by 4% and 28% respectively, plantation profit before tax increased marginally by 2% to RM23.51 million as compared with RM23.02 million for the corresponding quarter in the preceding year.

Investment holding

The investment profit before tax for the current quarter of RM2.68 million was 103% higher as compared with RM1.32 million for the corresponding quarter in the preceding year mainly due to higher interest income and higher dividend income received.

(b) Current Year-to-date vs. Preceding Year-to-date

For the nine months ended 31 January 2012, the Group's pretax profit of RM94.16 million was 23% higher as compared with RM76.71 million in the corresponding period in the preceding year. The higher profit was mainly due to higher CPO price as well as higher FFB production.

Comments on the business segments are as follows:

Plantation

The plantation profit before tax for the nine months ended 31 January 2012 of RM86.18 million was 29% higher as compared with RM66.78 million in the corresponding period in the preceding year mainly due to higher CPO price by 13% as well as higher FFB production by 16%.

Investment holding

The investment profit before tax for the nine months ended 31 January 2012 of RM5.46 million was 8% lower as compared with RM5.94 million in the corresponding period in the preceding year mainly due to lower fair value gains on held for trading investments (better market performance in the corresponding period in the preceding year).

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NOTES TO THE INTERIM FINANCIAL STATEMENTS - CONT'D

B2. Comparison with Preceding Quarter's Results

The Group's pretax profit of RM26.74 million for the current quarter ended 31 January 2012 was 11% lower than that of the preceding quarter of RM30.22 million mainly as a result of lower FFB production as well as lower oil extraction rate ("OER") due to wet weather.

Comments on the business segments are as follows:

Plantation

The plantation profit before tax of RM23.51 million for the current quarter ended 31 January 2012 was 18% lower than that of the preceding quarter of RM28.81 million mainly as a result of lower FFB production by 11% as well as lower OER at 20.12% (preceding quarter: 21.27%) due to wet weather.

Investment holding

The investment profit before tax of RM2.68 million for the current quarter ended 31 January 2012 was higher than that of the preceding quarter of RM0.57 million mainly due to:

- (i) fair value gains on held for trading investments of RM595,000 achieved in the current quarter as against fair value losses on held for trading investments of RM238,000 in the preceding quarter.
- (ii) higher dividend income received.

B3. Current Year Prospects

The Group's FFB production for the current financial year ending 30 April 2012 is expected to increase due to increasing yield trend from young matured oil palms and additional area of 1,063 hectares coming into harvesting.

Should the current level of CPO and PK prices at round RM3,300 and RM2,000 per metric tonne respectively be sustained, the Group can expect better performance for the current financial year ending 30 April 2012.

B4. Variance of Actual Profit from Profit Forecast or Profit Guarantee

No profit forecast or profit guarantee was issued by the Group during the nine months ended 31 January 2012.

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UNAUDITED INTERIM FINANCIAL STATEMENTS FOR THE THIRD QUARTER ENDED 31 JANUARY 2012

NOTES TO THE INTERIM FINANCIAL STATEMENTS - CONT'D

B5. Profit Before Tax

The following items have been (credited)/charged in arriving at profit before tax:

	Current Quarter Ended 31 January 2012 RM'000	Cumulative Nine Months Ended 31 January 2012 RM'000
Dividend income	(895)	(1,839)
Interest income	(1,309)	(3,881)
Gain on disposal of an unquoted associate	-	(365)
Gain on disposal of property, plant and equipment	(39)	(39)
Net fair value gains on held for trading investments	(595)	(415)
Amortisation of prepaid land lease payments	47	143
Depreciation of property, plant and equipment	2,891	8,225
Fair value of share options granted to eligible directors and employees expensed off	1,315	3,596
Loss on disposal of an quoted available-for-sale investment	-	885
Net foreign exchange loss	49	38
Property, plant and equipment written off	9	121

The other minimum disclosure items which are currently not applicable to the Group are as follows:

- Interest expense
- Provision for and write off of receivables
- Provision for and write off of inventories
- Impairment of assets
- Gains or loss on derivatives
- Exceptional items

B6. Income Tax Expense

	Current Quarter Ended 31 January 2012 RM'000	Cumulative Nine Months Ended 31 January 2012 RM'000
Current tax expense	5,563	20,474
Deferred tax expense	(108)	112
	<u>5,455</u>	<u>20,586</u>

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NOTES TO THE INTERIM FINANCIAL STATEMENTS - CONT'D

B6. Income Tax Expense - Cont'd

The effective tax rate for the current quarter and current financial year-to-date was lower than the statutory tax rate due to certain income which are not taxable.

B7. Status of Corporate Proposals

There is no corporate proposal announced by the Group or pending completion as at 29 March 2012.

B8. Group Borrowings and Debt Securities

There was no borrowing and debt security as at 31 January 2012.

B9. Material Litigations

There was no material litigation since the last reporting date as at 30 April 2011.

B10. Disclosure of Realised and Unrealised Profits/Losses

The breakdown of retained earnings of the Group into realised and unrealised profits/losses are as follows:

	As at End of Current Quarter 31 January 2012	As at Preceding Financial Year End 30 April 2011
	RM'000	RM'000
Total retained earnings of the Company and its subsidiaries:		
- Realised	554,479	534,418
- Unrealised	(12,106)	(11,924)
	<u>542,373</u>	<u>522,494</u>
Total share of retained earnings from associates:		
- Realised	10,931	11,218
- Unrealised	715	917
	<u>554,019</u>	<u>534,629</u>
Less: Consolidation adjustments	<u>(21,833)</u>	<u>(21,268)</u>
Total Group retained earnings as per consolidated statement of financial position	<u>532,186</u>	<u>513,361</u>

UNITED MALACCA BERHAD (1319 - V)

(Incorporated in Malaysia)

UNAUDITED INTERIM FINANCIAL STATEMENTS FOR THE THIRD QUARTER ENDED 31 JANUARY 2012

NOTES TO THE INTERIM FINANCIAL STATEMENTS - CONT'D

B11. Earnings Per Share

(a) Basic earnings per share

Basic earnings per share are calculated by dividing profit for the period by the weighted average number of ordinary shares in issue during the period as follows:

	Current Quarter Ended 31 January 2012	Cumulative Nine Months Ended 31 January 2012
Profit for the period (RM'000)	21,287	73,571
Weighted average number of ordinary shares in issue ('000 unit)	202,875	202,597
Basic earnings per share (sen)	<u>10.49</u>	<u>36.31</u>

(b) Diluted earnings per share

The share options granted under the Company's Employee Share Scheme could potentially dilute basic earnings per share in the future but have not been included in the calculation of diluted earnings per share because they are antidilutive for the period(s) presented.

B12. Auditors' Report on Preceding Annual Financial Statements

There were no qualifications in the auditors' report of the Group's latest annual financial statements ended 30 April 2011.

B13. Dividends

No dividend has been recommended or declared for the third quarter ended 31 January 2012.

B14. Authorised for Issue

The condensed consolidated interim financial statements were authorised for issue by the Board of Directors in accordance with a resolution of the Board on 29 March 2012.

By order of the Board,
Leong Yok Mui
Company Secretary
Melaka, 29 March 2012