

**UNITED MALACCA BERHAD (1319 - V)**

(Incorporated in Malaysia)

**UNAUDITED INTERIM FINANCIAL STATEMENTS  
FOR THE THIRD QUARTER ENDED 31 JANUARY 2015****CONDENSED CONSOLIDATED INCOME STATEMENT  
FOR THE THIRD QUARTER ENDED 31 JANUARY 2015**

	Individual Quarter 3 Months Ended 31 January		Cumulative Quarter 9 Months Ended 31 January	
	2015 RM'000	2014 RM'000	2015 RM'000	2014 RM'000
<b>Revenue</b>	47,882	72,591	165,086	180,895
Cost of sales	(31,234)	(43,579)	(108,305)	(112,485)
<b>Gross profit</b>	16,648	29,012	56,781	68,410
Other income	2,748	2,816	7,732	12,730
Selling and distribution expenses	(1,256)	(1,557)	(3,996)	(3,876)
Administrative expenses	(3,546)	(4,151)	(11,140)	(10,285)
Other expenses	(721)	(57)	(1,703)	(133)
Replanting expenses	(807)	(1,118)	(1,955)	(3,061)
<b>Profit before tax</b>	13,066	24,945	45,719	63,785
Income tax expense	(2,257)	(4,034)	(8,472)	(9,990)
<b>Profit for the period</b>	10,809	20,911	37,247	53,795
Basic earnings per share (sen)	5.21	10.16	17.99	26.18
Diluted earnings per share (sen)	5.21	10.16	17.99	26.18

*The Condensed Consolidated Income Statement should be read in conjunction with the audited financial statements for the year ended 30 April 2014 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 2015****CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME  
FOR THE THIRD QUARTER ENDED 31 JANUARY 2015**

	Individual Quarter		Cumulative Quarter	
	3 Months Ended	3 Months Ended	9 Months Ended	9 Months Ended
	31 January	31 January	31 January	31 January
	2015	2014	2015	2014
	RM'000	RM'000	RM'000	RM'000
<b>Comprehensive Income</b>				
Profit for the period	10,809	20,911	37,247	53,795
<b>Other comprehensive (loss)/income:</b>				
<b>Items that will be subsequently reclassified to profit or loss:</b>				
Net loss on fair value changes of available-for-sale investments	(1,941)	(1,382)	(1,147)	(1,476)
Transfer of loss on disposal of available-for-sale investments to profit or loss	460	-	460	-
	(1,481)	(1,382)	(687)	(1,476)
<b>Total comprehensive income for the period</b>	<b>9,328</b>	<b>19,529</b>	<b>36,560</b>	<b>52,319</b>

*The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the audited financial statements for the year ended 30 April 2014 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 2015****CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**

	As at End of Current Quarter 31 January 2015	As at Preceding Financial Year End 30 April 2014
	RM'000	RM'000
<b>ASSETS</b>		
<b>Non-Current Assets</b>		
Property, plant and equipment	685,942	692,545
Biological assets	841,848	827,418
Prepaid land lease payments	11,474	11,829
Investment property	1,040	1,040
Goodwill on consolidation	18,628	18,628
Available-for-sale investments	24,833	47,418
	<u>1,583,765</u>	<u>1,598,878</u>
<b>Current Assets</b>		
Inventories	14,698	8,618
Trade receivables	9,867	15,415
Other receivables	6,365	2,191
Held-for-trading investments	17,565	14,168
Held-to-maturity investments	327	23,703
Cash and bank balances	190,317	147,854
	<u>239,139</u>	<u>211,949</u>
<b>TOTAL ASSETS</b>	<u>1,822,904</u>	<u>1,810,827</u>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity attributable to owners of the Company</b>		
Share capital	207,486	206,503
Share premium	32,115	26,070
Other reserves	756,397	760,467
Retained earnings	584,210	593,846
<b>Shareholders' equity</b>	<u>1,580,208</u>	<u>1,586,886</u>
<b>Non-Current Liability</b>		
Deferred tax liabilities	200,101	200,732
<b>Current Liabilities</b>		
Trade payables	10,101	5,674
Other payables	14,137	15,322
Income tax payable	1,758	2,213
Dividend payable	16,599	-
	<u>42,595</u>	<u>23,209</u>
<b>Total liabilities</b>	<u>242,696</u>	<u>223,941</u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<u>1,822,904</u>	<u>1,810,827</u>
Net assets per share attributable to owners of the Company (RM)	<u>7.62</u>	<u>7.68</u>

*The Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited financial statements for the year ended 30 April 2014 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 2015****CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
FOR THE NINE MONTHS ENDED 31 JANUARY 2015**

	Attributable to Owners of the Company				Total Equity
	Share Capital	Share Premium	Other Reserves	Distributable Retained Earnings	
	RM'000	RM'000	RM'000	RM'000	RM'000
<b><u>Current 9 Months Ended</u></b>					
<b><u>31 January 2015</u></b>					
<b>Balance at 1 May 2014</b>	206,503	26,070	760,467	593,846	1,586,886
<b>Total comprehensive (loss)/ income for the period</b>	-	-	(687)	37,247	36,560
<b>Transfer to retained earnings:</b>					
Realisation of asset revaluation reserve upon depreciation	-	-	(2,650)	2,650	-
	-	-	(2,650)	2,650	-
<b>Transactions with owners:</b>					
Fair value of share options granted to eligible directors and employees	-	-	1,135	-	1,135
Shares issued pursuant to Employee Share Option Scheme ("ESOS")	983	6,045	(1,657)	-	5,371
Employee share options forfeited	-	-	(211)	211	-
Dividends	-	-	-	(49,744)	(49,744)
	983	6,045	(733)	(49,533)	(43,238)
<b>Balance at 31 January 2015</b>	207,486	32,115	756,397	584,210	1,580,208

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FOR THE THIRD QUARTER ENDED 31 JANUARY 2015****CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
FOR THE NINE MONTHS ENDED 31 JANUARY 2015 - 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		
<b>9 Months Ended 31 January 2014</b>					
<b>Balance at 1 May 2013</b>	205,109	17,987	756,733	561,706	1,541,535
<b>Total comprehensive (loss)/ income for the period</b>	-	-	(1,476)	53,795	52,319
<b>Transfer to retained earnings:</b>					
Realisation of share premium upon disposal of an associate	-	(502)	-	502	-
Realisation of foreign currency translation reserve upon disposal of an associate	-	-	140	(140)	-
Realisation of asset revaluation reserve upon:					
- Depreciation	-	-	(2,560)	2,560	-
- Property, plant and equipment written off	-	-	(1)	1	-
	-	(502)	(2,421)	2,923	-
<b>Transactions with owners:</b>					
Fair value of share options granted to eligible directors and employees	-	-	1,373	-	1,373
Shares issued pursuant to ESOS	776	4,783	(1,300)	-	4,259
Employee share options forfeited	-	-	(20)	20	-
Executive Share Incentive Plan ("ESIP") expense	-	-	1,321	-	1,321
Shares issued pursuant to ESIP	186	1,135	(1,321)	-	-
Dividends	-	-	-	(43,197)	(43,197)
	962	5,918	53	(43,177)	(36,244)
<b>Balance at 31 January 2014</b>	206,071	23,403	752,889	575,247	1,557,610

*The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the audited financial statements for the year ended 30 April 2014 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 2015****CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS  
FOR THE NINE MONTHS ENDED 31 JANUARY 2015**

	<u>2014/2015</u> <u>9 Months</u> <u>Ended</u> <u>31 January 2015</u> <u>RM'000</u>	<u>2013/2014</u> <u>9 Months</u> <u>Ended</u> <u>31 January 2014</u> <u>RM'000</u>
<b>Operating Activities</b>		
Profit before tax	45,719	63,785
Adjustments for:		
Amortisation of prepaid land lease payments	313	147
Depreciation of property, plant and equipment	13,593	12,381
Dividend income	(2,058)	(1,910)
Fair value of share options expensed off	1,135	1,373
(Gain)/loss on disposal of:		
- an associate	-	(5,675)
- available-for-sale investments	460	-
- non-current asset held for sale	-	(261)
- property, plant and equipment	(173)	(28)
Interest income	(4,166)	(3,591)
Net fair value (gains)/losses on held-for-trading investments		
- realised	(201)	(632)
- unrealised	775	15
Property, plant and equipment written off	299	29
Unrealised foreign exchange gain	(180)	-
<b>Operating cash flows before changes in working capital</b>	<u>55,516</u>	<u>65,633</u>
Increase in inventories	(6,080)	(621)
(Decrease)/increase in trade and other receivables	585	(4,790)
Increase/(decrease) in trade and other payables	3,242	(1,272)
<b>Cash flows from operations</b>	<u>53,263</u>	<u>58,950</u>
Interest received	4,778	3,448
Income taxes refunded	-	797
Income taxes paid	(9,557)	(7,886)
<b>Net cash flows from operating activities</b>	<u>48,484</u>	<u>55,309</u>
<b>Investing Activities</b>		
Dividend received from:		
- available-for-sale investments	1,755	1,650
- held-for-trading investments	335	246
Purchase of:		
- available-for-sale investments	(1,564)	(1,461)
- held-for-trading investments	(21,978)	(9,645)
- property, plant and equipment	(10,857)	(21,961)
Proceeds from disposal of:		
- an associate	-	36,315
- available-for-sale investments	23,002	-
- held-for-trading investments	18,332	7,299
- non-current asset held for sale	-	1,157
- property, plant and equipment	247	101
Additions of:		
- biological assets	(10,895)	(15,156)
- prepaid land lease payments	-	(27)
Net withdrawal/(placement) of held-to-maturity investments	23,376	(4,102)
<b>Net cash flows from/(used in) investing activities</b>	<u>21,753</u>	<u>(5,584)</u>

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FOR THE NINE MONTHS ENDED 31 JANUARY 2015 - CONT'D**

	<u>2014/2015</u> <u>9 Months</u> <u>Ended</u> <u>31 January 2015</u> <u>RM'000</u>	<u>2013/2014</u> <u>9 Months</u> <u>Ended</u> <u>31 January 2014</u> <u>RM'000</u>
<b>Financing Activities</b>		
Dividends paid	(33,145)	(43,197)
Proceeds from exercise of:		
- employee share options under ESOS	5,371	4,259
- ESIP shares	-	1,321
<b>Net cash flows used in financing activities</b>	<u>(27,774)</u>	<u>(37,617)</u>
<b>Net change in cash and bank balances</b>	42,463	12,108
<b>Cash and bank balances at beginning of period</b>	147,854	108,025
<b>Cash and bank balances at end of period</b>	<u>190,317</u>	<u>120,133</u>
<b>Cash and bank balances comprise:</b>		
Cash on hand and at banks	1,799	5,281
Short-term deposits with licensed financial institutions	79,248	75,762
Money market funds placed with fund managers	109,270	39,090
	<u>190,317</u>	<u>120,133</u>

*The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the audited financial statements for the year ended 30 April 2014 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 2015

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### 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 2014. 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 2014.

##### 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 2014 except for the adoption of the following standards and interpretation effective for the financial year beginning 1 May 2014:

##### **Effective for annual periods beginning on or after 1 January 2014**

Amendments to FRS 10, FRS 12 and FRS 127	<i>Investment Entities</i>
Amendments to FRS 132	<i>Offsetting Financial Assets and Financial Liabilities</i>
Amendments to FRS 136	<i>Recoverable Amount Disclosures for Non-Financial Assets</i>
Amendments to FRS 139	<i>Novation of Derivatives and Continuation of Hedge Accounting</i>
IC Interpretation 21	<i>Levies</i>

The adoption of the above standards and interpretation 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").



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## **UNAUDITED INTERIM FINANCIAL STATEMENTS FOR THE THIRD QUARTER ENDED 31 JANUARY 2015**

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### **NOTES TO THE INTERIM FINANCIAL STATEMENTS - CONT'D**

#### **A2. Changes in Accounting Policies - Cont'd**

##### **Malaysian Financial Reporting Standards - Cont'd**

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 are allowed to defer the adoption of the new MFRS Framework and may in the alternative, apply Financial Reporting Standards ("FRS") as its financial reporting framework for annual periods beginning on or after 1 January 2014.

The Company and certain subsidiaries in the Group fall within the scope definition of Transitioning Entities and have opted to defer adoption of the new MFRS Framework. Accordingly, the Group will present its first set of MFRS financial statements for annual periods beginning on or after 1 January 2016 as mandated by the MASB.

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.

The Group has not completed its assessment of the financial effects of the differences between Financial Reporting Standards and accounting standards under the MFRS Framework. Accordingly, the financial performance and financial position as disclosed in these financial statements could be different if prepared under the MFRS Framework.

#### **A3. Seasonal or Cyclical of Operations**

The production of oil palm fresh fruits bunches ("FFB") is influenced by weather conditions.

Based on past trends, FFB production tends to pick up from May onwards and will peak around September/October. From December onwards, it will be the seasonal downtrend in FFB production.

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## UNAUDITED INTERIM FINANCIAL STATEMENTS FOR THE THIRD QUARTER ENDED 31 JANUARY 2015

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### NOTES TO THE INTERIM FINANCIAL STATEMENTS - CONT'D

#### 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 during the nine months ended 31 January 2015.

#### 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 2015.

#### 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 2015 except for the issuance of 982,800 ordinary shares of RM1 each for cash pursuant to the Company's ESOS.

#### A7. Dividends Paid

The amount of dividends paid during the nine months ended 31 January 2015 were as follows:

	<b>RM'000</b>
<b>In respect of financial year ended 30 April 2014</b>	
Second interim single-tier dividend of 11 sen per share, on 207,155,401 ordinary shares, paid on 22 August 2014	22,787
Special single-tier dividend of 5 sen per share, on 207,155,401 ordinary shares, paid on 22 August 2014	10,358
	<u>33,145</u>

The first interim single-tier dividend of 8 sen amounting to RM16,599,000, in respect of the financial year ending 30 April 2015 was declared on 24 December 2014 and paid on 6 February 2015.

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**UNAUDITED INTERIM FINANCIAL STATEMENTS  
FOR THE THIRD QUARTER ENDED 31 JANUARY 2015****NOTES TO THE INTERIM FINANCIAL STATEMENTS - CONT'D****A8. Segmental Information**

	<b>Current Quarter Ended 31 January 2015 RM'000</b>	<b>Cumulative Nine Months Ended 31 January 2015 RM'000</b>
<b>Segment Revenue</b>		
Plantation revenue	57,843	196,588
Elimination of inter-segment sales	(9,961)	(31,502)
External sales	<u>47,882</u>	<u>165,086</u>
<b>Segment Results</b>		
Plantation	11,325	40,348
Investment holding	1,741	5,371
Profit before tax	13,066	45,719
Income tax expense	(2,257)	(8,472)
Profit for the period	<u>10,809</u>	<u>37,247</u>
		<b>As at End of Current Quarter 31 January 2015 RM'000</b>
<b>Segment Assets</b>		
Plantation		1,588,620
Investment holding		234,284
Consolidated total assets		<u>1,822,904</u>
<b>Segment Liabilities</b>		
Plantation		<u>242,696</u>

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

There were no material events from the current quarter ended 31 January 2015 to the date of this announcement that had not been reflected in this interim financial statements.

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## UNAUDITED INTERIM FINANCIAL STATEMENTS FOR THE THIRD QUARTER ENDED 31 JANUARY 2015

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### NOTES TO THE INTERIM FINANCIAL STATEMENTS - CONT'D

#### 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 2015.

#### A11. Changes in Contingent Liabilities and Contingent Assets

At the date of this report, no contingent liabilities and contingent assets had arisen since the end of preceding financial year 30 April 2014.

#### A12. Capital Commitments

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

	<b>RM'000</b>
<b>Capital expenditure approved and contracted for:</b>	
Acquisition of land	503
Purchase of property, plant and equipment	1,824
	<u>2,327</u>
<b>Capital expenditure approved but not contracted for:</b>	
Additions of biological assets	4,716
Construction of new palm oil mill	56,826
Purchase of property, plant and equipment	15,850
	<u>77,392</u>
	<u>79,719</u>

#### A13. Related Party Disclosures

There were no transactions and balances with related party during the current quarter and current financial year-to-date ended 31 January 2015.

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### **NOTES TO THE INTERIM FINANCIAL STATEMENTS - CONT'D**

#### **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's Corresponding Quarter**

For the current quarter ended 31 January 2015, the Group's pretax profit of RM13.07 million was 48% lower compared with RM24.95 million in the corresponding quarter of the preceding year mainly due to lower average prices of crude palm oil ("CPO") and palm kernel ("PK") by 13% and 12% respectively as well as lower FFB production by 8%.

Comments on the business segments are as follows:

###### **Plantation**

Plantation profit fell by 50% to RM11.33 million from RM22.62 million in the corresponding quarter of the preceding year mainly due to lower average prices of CPO and PK of RM2,220/tonne and RM1,525/tonne compared with preceding year of RM2,555/tonne and RM1,727/tonne respectively as well as lower FFB production by 8% or 6,937 tonnes.

###### **Investment holding**

Investment profit of RM1.74 million was 25% lower than RM2.32 million in the corresponding quarter of the preceding year mainly due to fair value losses on held-for-trading investments of RM489,000 as well as loss on disposal of available-for-sale investments of RM460,000.

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

For the nine months ended 31 January 2015, the Group's pretax profit of RM45.72 million was 28% lower compared with RM63.79 million in the corresponding period of the preceding year which included a gain of RM5.68 million on disposal of an associate, Niro Ceramic (M) Sdn Bhd. Excluding this gain, the pretax profit for the current nine months was 21% lower than that in the corresponding period of the preceding year mainly due to lower average price of CPO by 6% despite higher FFB production by 3%.

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### **NOTES TO THE INTERIM FINANCIAL STATEMENTS - CONT'D**

#### **B1. Review of Performance - Cont'd**

##### **(b) Current Year-to-date vs. Preceding Year-to-date - Cont'd**

Comments on the business segments are as follows:

##### **Plantation**

For the nine months ended 31 January 2015, the Group achieved 3% or 7,712 tonnes higher FFB production. However, due to lower average price of CPO of RM2,272/tonne (compared with RM2,424/tonne in the corresponding period of the preceding year) as well as lower oil extraction rate, plantation profit fell to RM40.35 million from RM52.08 million.

##### **Investment holding**

Investment profit of RM5.37 million in the current nine months was 54% lower compared with RM11.70 million in the corresponding period of the preceding year which included a gain of RM5.68 million on disposal of an associate, Niro Ceramic (M) Sdn Bhd. Excluding this gain, the investment profit in the current nine months would be 11% lower mainly due to fair value losses on held-for-trading investments of RM574,000 as well as loss on disposal of available-for-sale investments of RM460,000 despite higher dividend and interest income.

#### **B2. Comparison with Preceding Quarter's Results**

The Group's pretax profit for the current quarter ended 31 January 2015 of RM13.07 million was 24% lower than RM17.18 million in the preceding quarter mainly due to lower FFB production by 20%.

Comments on the business segments are as follows:

##### **Plantation**

Plantation profit of RM11.33 million was 29% lower compared with RM15.91 million in the preceding quarter mainly due to lower FFB production by 20% or 21,521 tonnes eventhough the average prices of CPO and PK were higher by 4% and 12% respectively.

##### **Investment holding**

Investment profit of RM1.74 million was 37% higher compared with RM1.27 million in the preceding quarter mainly due to higher dividend and interest income.

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## UNAUDITED INTERIM FINANCIAL STATEMENTS FOR THE THIRD QUARTER ENDED 31 JANUARY 2015

### NOTES TO THE INTERIM FINANCIAL STATEMENTS - CONT'D

#### B3. Current Year Prospects

The young age profile of the Group's oil palm, 93% of which is below 15 years, bodes well for the Company.

However, due to unfavorable weather conditions, FFB production was below target. The Group expects FFB yield for the current financial year to be about the same level as the preceding financial year.

In view of poor CPO prices, the Group expects a significantly lower financial performance for the current financial year.

#### 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 2015.

#### B5. Profit Before Tax

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

	<b>Current Quarter Ended 31 January 2015 RM'000</b>	<b>Cumulative Nine Months Ended 31 January 2015 RM'000</b>
Dividend income	(986)	(2,058)
Gain on disposal of property, plant and equipment	(170)	(173)
Interest income	(1,447)	(4,166)
Loss on disposal of available-for-sale investments	460	460
Net fair value losses/(gains) on held-for-trading investments		
- realised	404	(201)
- unrealised	85	775
Amortisation of prepaid land lease payments	104	313
Depreciation of property, plant and equipment	4,797	13,593
Fair value of share options expensed off	378	1,135
Property, plant and equipment written off	112	299
Net foreign exchange gain		
- realised	(151)	(133)
- unrealised	(188)	(217)

# UNITED MALACCA BERHAD (1319 - V)

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## UNAUDITED INTERIM FINANCIAL STATEMENTS FOR THE THIRD QUARTER ENDED 31 JANUARY 2015

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### NOTES TO THE INTERIM FINANCIAL STATEMENTS - CONT'D

#### **B5. Profit Before Tax - Cont'd**

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
- Gain or loss on derivatives
- Exceptional items

#### **B6. Income Tax Expense**

	<b>Current Quarter Ended 31 January 2015 RM'000</b>	<b>Cumulative Nine Months Ended 31 January 2015 RM'000</b>
Current tax expense	2,331	9,103
Deferred tax expense	(74)	(631)
	<u>2,257</u>	<u>8,472</u>

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 as well as the availability of new planting tax allowances.

#### **B7. Status of Corporate Proposals**

There is no corporate proposal announced by the Group or pending completion as at 25 March 2015.

#### **B8. Group Borrowings and Debt Securities**

There was no borrowing and debt security as at 31 January 2015.

#### **B9. Material Litigations**

There was no material litigation since the last reporting date as at 30 April 2014.



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### NOTES TO THE INTERIM FINANCIAL STATEMENTS - CONT'D

#### 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:

	<u>As at End of Current Quarter 31 January 2015</u> RM'000	<u>As at Preceding Financial Year End 30 April 2014</u> RM'000
Total retained earnings of the Company and its subsidiaries:		
- realised	613,858	621,502
- unrealised	(13,048)	(11,647)
	<u>600,810</u>	<u>609,855</u>
Less: Consolidation adjustments	(16,600)	(16,009)
Total Group's retained earnings as per consolidated statement of financial position	<u>584,210</u>	<u>593,846</u>

#### 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:

	<u>Current Quarter Ended 31 January 2015</u>	<u>Cumulative Nine Months Ended 31 January 2015</u>
Profit for the period (RM'000)	10,809	37,247
Weighted average number of ordinary shares in issue ('000 unit)	207,312	207,068
Basic earnings per share (sen)	<u>5.21</u>	<u>17.99</u>

##### (b) Diluted earnings per share

The share options granted under the Company's ESOS 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 presented.

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## **UNAUDITED INTERIM FINANCIAL STATEMENTS FOR THE THIRD QUARTER ENDED 31 JANUARY 2015**

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### **NOTES TO THE INTERIM FINANCIAL STATEMENTS - CONT'D**

#### **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 2014.

#### **B13. Dividends**

The first interim single-tier dividend of 8 sen amounting to RM16,599,000, in respect of the financial year ending 30 April 2015 was declared on 24 December 2014 and paid on 6 February 2015.

No dividend has been declared in respect of the current financial period ended 31 January 2015.

#### **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 25 March 2015.

By order of the Board,  
**Leong Yok Mui**  
**Yong Yoke Hiong**  
Company Secretaries  
Melaka, 25 March 2015