



**Report for the
Second Quarter Ended
31 December 2010**

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JAVA BERHAD (2511-M)
CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2010

	UNAUDITED	AUDITED
	As At End Of Current Quarter 31 Dec 10 <u>RM '000</u>	As At Preceding Financial Year End 30 June 10 <u>RM '000</u>
Assets		
Property, plant and equipment	98,966	100,964
Oil palm plantation expenditure	15,665	15,087
Timber concessions	20,803	20,849
Total non-current assets	<u>135,434</u>	<u>136,900</u>
Inventories	60,319	69,595
Trade and other receivables	25,966	25,417
Deposits placed with licensed banks	19,296	23,773
Tax recoverable	893	1,011
Cash and bank balances	5,228	8,961
Total current assets	<u>111,702</u>	<u>128,757</u>
Total assets	<u>247,136</u>	<u>265,657</u>
Equity		
Share capital	173,394	173,394
Share premium	1,571	1,571
Share options reserve	379	379
Revaluation reserve	59,837	59,837
Accumulated losses	(13,502)	(6,026)
Total equity attributable to owners of the Company	<u>221,679</u>	<u>229,155</u>
Minority interests	<u>2,189</u>	<u>2,303</u>
Total equity	<u>223,868</u>	<u>231,458</u>
Liabilities		
Hire purchase creditors	1,043	721
Long term loans	2,854	5,694
Deferred taxation	6	7
Total non-current liabilities	<u>3,903</u>	<u>6,422</u>
Trade and other payables	12,648	16,491
Hire purchase creditors	540	687
Short term borrowings	6,110	10,540
Tax payable	67	59
Total current liabilities	<u>19,365</u>	<u>27,777</u>
Total Liabilities	<u>23,268</u>	<u>34,199</u>
Total equity and liabilities	<u>247,136</u>	<u>265,657</u>
Net assets per ordinary share (RM)	1.28	1.32

The above statement should be read in conjunction with the annual audited financial statements for the year ended 30 June 2010 and the accompanying explanatory notes attached to the interim

JAVA BERHAD (2511-M)
CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE SECOND QUARTER ENDED 31 DECEMBER 2010

	2ND QUARTER		CUMULATIVE QUARTER	
	Current Year Quarter 31-Dec-10 <u>RM '000</u>	Preceding Year Corresponding Quarter 31-Dec-09 <u>RM '000</u>	Current Year To Date 31-Dec-10 <u>RM '000</u>	Preceding Year Corresponding Period 31-Dec-09 <u>RM '000</u>
Revenue	12,986	41,045	27,928	69,829
Cost of sales	(12,747)	(32,456)	(26,974)	(52,139)
Gross profit	239	8,589	954	17,690
Other income	137	1,618	316	2,715
Distribution expenses	(883)	(1,664)	(1,680)	(3,819)
Administrative expenses	(2,994)	(5,047)	(6,731)	(11,548)
Results from operating activities	(3,501)	3,496	(7,141)	5,038
Finance cost	(238)	(462)	(542)	(898)
Profit/(Loss) before tax	(3,739)	3,034	(7,683)	4,140
Income tax expenses	29	-	93	-
Profit/(Loss) for the period	(3,710)	3,034	(7,590)	4,140
Other comprehensive income for the period	-	-	-	-
Total comprehensive income for the period	(3,710)	3,034	(7,590)	4,140
Profit attributable to:				
Owners of the Company	(3,647)	3,070	(7,476)	4,215
Minority interests	(63)	(36)	(114)	(75)
Profit for the period	(3,710)	3,034	(7,590)	4,140
Total comprehensive income attributable to:				
Owners of the Company	(3,647)	3,070	(7,476)	4,215
Minority interests	(63)	(36)	(114)	(75)
Total comprehensive income for the period	(3,710)	3,034	(7,590)	4,140
Basic earnings per ordinary share (sen)	(2.10)	1.77	(4.25)	2.43
Diluted earnings per ordinary share (sen)	-	-	-	-

The above statement should be read in conjunction with the annual audited financial statements for the year ended 30 June 2010 and the accompanying explanatory notes attached to the interim financial statements.

JAVA BERHAD (2511-M)
CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE SECOND QUARTER ENDED 31 DECEMBER 2010

	Attributable to owners of the Company					Total	Minority Interests	Total Equity
	Ordinary Shares	Share Premium	Non-distributable		Distributable			
			Share Option Reserve	Revaluation Reserve	Retained Earnings / Accumulated Losses			
RM '000	RM '000	RM'000	RM'000	RM '000	RM '000	RM '000	RM '000	
Group								
At 1 July 2010	173,394	1,571	379	59,837	(6,026)	229,155	2,303	231,458
Total comprehensive income for the period	-	-	-	-	(7,476)	(7,476)	(114)	(7,590)
At 31 December 2010	173,394	1,571	379	59,837	(13,502)	221,679	2,189	223,868
At 1 July 2009	173,394	1,571	474	59,934	(13,263)	222,110	2,449	224,559
Total comprehensive income for the period	-	-	-	-	4,215	4,215	(75)	4,140
At 31 December 09	173,394	1,571	474	59,934	(9,048)	226,325	2,374	228,699

JAVA BERHAD (2511-M)
CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE SECOND QUARTER ENDED 31 DECEMBER 2010

	6 months ended 31-Dec-10	6 months ended 31-Dec-09
	<u>RM '000</u>	<u>RM '000</u>
Cash Flow from operating activities		
Profit / (Loss) before taxation	(7,683)	4,140
Adjustments for:		
Amortisation of timber concession	45	3,965
Amortisation of prepaid lease payment	152	112
Amortisation of Plantation Development Expenditure	164	118
Depreciation of PPE	2,797	2,942
(Gain)/Loss on disposal of property, plant & equipment	3	(197)
Interest income	(247)	(118)
Interest expenses	542	898
Operating profit before working capital changes	<u>(4,227)</u>	<u>11,860</u>
Changes in working capital:		
Inventories	9,275	(384)
Receivables	(548)	9,903
Payables	(3,839)	(1,967)
Cash generated from operations	<u>661</u>	<u>19,412</u>
Interest received	247	118
Tax paid	(25)	(1,486)
Tax refund	237	
Net cash generated from operating activities	<u>1,120</u>	<u>18,044</u>
Cash flows from investing activities		
Purchase of property, plant & equipment	(1,044)	(1,479)
Proceeds from disposal of property, plant & equipment		952
Investment in plantation development expenditure	(648)	(1,295)
Net cash used in investing activities	<u>(1,692)</u>	<u>(1,822)</u>
Cash flow from financing activities		
Fixed Deposit held as security	15	-
Drawdown of hire purchase facilities	545	-
Payments of hire purchase creditors	(371)	(439)
Repayment of term loans	(2,862)	(2,809)
Interest paid	(542)	(898)
Net cash used in financing activities	<u>(3,215)</u>	<u>(4,146)</u>
Net increase / (decrease) in cash & cash equivalents	(3,787)	12,076
Effect of exchange rate fluctuations on cash held		
Cash & cash equivalents at 1 July	<u>25,288</u>	3,006
Cash and cash equivalents at 31 December	<u>21,501</u>	<u>15,082</u>
Cash & cash equivalents comprise:		
Cash and bank balances	5,228	4,979
Deposits placed with licensed bank	19,296	18,515
Bankers' acceptances	(518)	(5,915)
	<u>24,006</u>	<u>17,579</u>
Less: Deposits held as security	(2,505)	(2,497)
	<u>21,501</u>	<u>15,082</u>

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