

Boustead Holdings Berhad (3871-H)**UNAUDITED CONDENSED CONSOLIDATED INCOME STATEMENT**

For the quarter ended 31 March 2012 (All figures are stated in RM million)	Current Period		Cumulative Period	
	2012	2011	2012	2011
Revenue	2,404.4	1,587.5	2,404.4	1,587.5
Operating cost	(2,194.4)	(1,430.3)	(2,194.4)	(1,430.3)
Profit from operations	210.0	157.2	210.0	157.2
Interest income	3.2	1.1	3.2	1.1
Other investment results	27.7	21.4	27.7	21.4
Finance cost	(56.1)	(37.9)	(56.1)	(37.9)
Share of results of Associates	39.3	26.4	39.3	26.4
Profit before taxation	224.1	168.2	224.1	168.2
Taxation	(34.8)	(33.7)	(34.8)	(33.7)
Profit for the period	189.3	134.5	189.3	134.5
<i>Profit for the period attributable to:</i>				
Shareholders of the Company	144.6	112.2	144.6	112.2
Non-controlling interests	44.7	22.3	44.7	22.3
Profit for the period	189.3	134.5	189.3	134.5
Earnings per share - sen				
Basic	13.98	10.85	13.98	10.85

The condensed consolidated income statement should be read in conjunction with the Audited Financial Statements for the Year Ended 31 December 2011.

Boustead Holdings Berhad (3871-H)

UNAUDITED CONDENSED STATEMENT OF CONSOLIDATED COMPREHENSIVE INCOME

For the quarter ended 31 March 2012 (All figures are stated in RM million)	Current Period		Cumulative Period	
	2012	2011	2012	2011
Profit for the period	189.3	134.5	189.3	134.5
Other comprehensive income/(loss)				
Currency translation difference in respect of foreign operations	(7.9)	0.9	(7.9)	0.9
Net gain on available for sale investments				
- fair value changes	92.2	(2.8)	92.2	(2.8)
- transfer to profit or loss on disposal	(0.5)	(0.1)	(0.5)	(0.1)
Total comprehensive income for the period	273.1	132.5	273.1	132.5
Attributable to:				
Shareholders of the Company	232.5	110.0	232.5	110.0
Non-controlling interests	40.6	22.5	40.6	22.5
Total comprehensive income for the period	273.1	132.5	273.1	132.5

The unaudited condensed statement of consolidated comprehensive Income should be read in conjunction with the Audited Financial Statements for the Year Ended 31 December 2011.

Boustead Holdings Berhad (3871-H)**UNAUDITED CONDENSED STATEMENT OF FINANCIAL POSITION**

As at 31 March 2012	Unaudited 31 March	Audited 31 December
(All figures are stated in RM million)	2012	2011
ASSETS		
Non current assets		
Property, plant and equipment	3,424.5	3,445.0
Biological assets	347.0	347.6
Investment properties	1,195.7	1,212.9
Development properties	247.2	227.1
Prepaid land lease payments	39.1	39.6
Long term prepayment	145.5	143.3
Deferred tax assets	65.1	60.2
Associates	1,313.5	1,274.7
Available for sale investments	681.0	592.8
Intangible assets	1,319.1	1,257.4
	8,777.7	8,600.6
Current assets		
Inventories	692.6	680.3
Property development in progress	5.6	12.2
Due from customers on contracts	805.6	731.3
Receivables	1,556.8	1,507.1
Deposits, cash and bank balance	1,289.8	1,140.7
Assets of a disposal group classified as held for sale	50.7	50.7
	4,401.1	4,122.3
TOTAL ASSETS	13,178.8	12,722.9
EQUITY AND LIABILITIES		
Equity attributable to equity holders of the Company		
Share capital	517.1	470.1
Reserves	4,059.6	3,981.3
Shareholders' equity	4,576.7	4,451.4
Non-controlling interests	776.7	751.9
Total equity	5,353.4	5,203.3
Non current liabilities		
Borrowings	1,298.0	1,159.3
Other payable	27.5	27.5
Deferred tax liabilities	94.1	95.2
	1,419.6	1,282.0
Current liabilities		
Borrowings	4,012.5	3,936.2
Trade and other payables	2,313.4	2,177.5
Due to customer on contracts	31.2	59.7
Taxation	43.9	59.4
Liabilities directly associated with a disposal group classified as held for sale	4.8	4.8
	6,405.8	6,237.6
Total liabilities	7,825.4	7,519.6
TOTAL EQUITY AND LIABILITIES	13,178.8	12,722.9

The condensed consolidated statement of financial position should be read in conjunction with the Audited Financial Statements for the Year Ended 31 December 2011.

Boustead Holdings Berhad (3871-H)

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

Attributable to shareholders of the Company									
For the financial period ended 31 March 2012	Share Capital	*Share Premium	*Revaluation & Fair Value Reserve	*Statutory Reserve	*Other Reserves	Retained Profit	Total	Non- Controlling Interests	Total Equity
(All figures are stated in RM million)									
As at 1 January 2012	470.1	1,212.1	217.1	225.4	116.2	2,210.5	4,451.4	751.9	5,203.3
Total comprehensive income for the period	-	-	91.4	-	(3.5)	144.6	232.5	40.6	273.1
Transactions with owners									
Changes in ownership interests in Subsidiaries									
- Additional investment in Subsidiaries	-	-	-	-	-	(14.1)	(14.1)	(3.9)	(18.0)
Bonus issue during the period	47.0	(47.0)	-	-	-	-	-	-	-
Dividends	-	-	-	-	-	(93.1)	(93.1)	(11.9)	(105.0)
Balance at 31 March 2012	517.1	1,165.1	308.5	225.4	112.7	2,247.9	4,576.7	776.7	5,353.4
As at 1 January 2011	470.1	1,212.1	184.6	196.9	114.8	2,049.4	4,227.9	470.8	4,698.7
Total comprehensive income for the period	-	-	(3.0)	-	0.8	112.2	110.0	22.5	132.5
Transactions with owners									
Changes in ownership interests in Subsidiaries									
- Investment in Subsidiaries	-	-	-	-	-	-	-	24.7	24.7
Issue of shares by Subsidiaries	-	-	-	-	-	-	-	0.4	0.4
Dividends	-	-	-	-	-	(112.8)	(112.8)	(4.6)	(117.4)
Balance at 31 March 2011	470.1	1,212.1	181.6	196.9	115.6	2,048.8	4,225.1	513.8	4,738.9

NOTES

* Denotes non distributable reserves.

The condensed consolidated statements of changes in equity should be read in conjunction with the Audited Financial Statements for the Year Ended 31 December 2011.

Boustead Holdings Berhad (3871-H)**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS****For the quarter ended 31 March 2012**

(All figures are stated in RM million)	2012	2011
Operating activities		
Receipts from customers	2,102.7	1,553.9
Cash paid to suppliers and employees	(1,951.1)	(1,524.6)
	151.6	29.3
Income taxes paid less refund	(49.2)	(33.9)
Net cash from/(used in) operating activities	102.4	(4.6)
Investing activities		
Capital expenditure & construction of investment property	(62.8)	(101.4)
Disposal of investment property	45.0	-
Disposal of property plant & equipment and biological assets	45.0	-
Acquisition of Subsidiaries, net of cash acquired	-	(471.4)
Settlement on acquisition of a Subsidiary	(48.9)	-
Additional investments in Associates & Subsidiaries	(18.0)	-
Dividends received	27.6	44.0
Others	7.4	(3.4)
Net cash used in investing activities	(4.7)	(532.2)
Financing activities		
Transactions with owners	(93.1)	(112.8)
New loans	172.1	151.0
Loans repayment	(29.6)	(77.0)
Other borrowings	28.0	774.1
Interest paid	(55.2)	(38.9)
Others	(12.0)	(4.7)
Net cash from financing activities	10.2	691.7
Net increase in cash and cash equivalents	107.9	154.9
Cash and cash equivalent at beginning of period	589.9	398.3
Cash and cash equivalent at end of period	697.8	553.2
Analysis of cash and cash equivalents		
Deposits, cash and bank balances	1,289.8	622.5
Overdrafts	(92.0)	(69.3)
	1,197.8	553.2
Deposit pledged	(500.0)	-
Cash and cash equivalent at end of period	697.8	553.2

The Condensed Consolidated Cash Flow Statement is unaudited, and should be read in conjunction with the Audited Financial Statements for the Year Ended 31 December 2011.

Boustead Holdings Berhad (3871-H)

Notes to the interim financial report for the quarter ended 31 March 2012

Part A - Explanatory Notes Pursuant to FRS 134

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, and should be read in conjunction with the Group's audited financial statements for the year ended 31 December 2011. All figures are stated in RM million, unless otherwise stated.

A2. Accounting Policies

(i) Adoption of FRSs, Amendments to FRSs and IC Interpretations

On 1 January 2012, the Group adopted the following new and amended FRS and IC Interpretations:-

- Amendments to IC Interpretation 19 Extinguishing financial liabilities with equity instruments
- Amendments to FRS 7 Disclosures – Transfers of financial assets
- Amendments to FRS 112 Deferred Tax – Recovery of underlying assets
- FRS 124 Related party disclosures

Adoption of the above standards and interpretations did not have any effect on the financial performance or presentation of the financial statements of the Group.

(ii) Standards Issued but not yet Effective

The Group has not early adopted the following new and amended FRS and IC Interpretations that are not yet effective:

	Effective for annual period beginning on or after
• Amendments to FRS 101 Presentation of other Items of other comprehensive income	1 July 2012
• FRS 9 Financial instruments (issued by IASB in October 2011)	1 January 2015
• FRS 10 Consolidated financial statements	1 January 2013
• FRS 11 Joint arrangements	1 January 2013
• FRS 12 Disclosures on interests in other entities	1 January 2013
• FRS 13 Fair value measurements	1 January 2013
• FRS 119 Employee benefits	1 January 2013
• FRS 127 Separate financial statements	1 January 2013
• FRS 128 Investments in associates and joint ventures	1 January 2013
• Amendments to FRS 7 Financial instruments disclosures: offsetting financial assets and financial liabilities	1 January 2014
• Amendments to FRS 132 Financial instruments presentation: offsetting financial assets and financial liabilities	1 January 2014

(iii) MFRS Framework

In respect of the MFRS Framework which is effective for annual periods beginning on or after 1 January 2012, the Group which falls under the scope definition of Transitioning Entities and has opted to adopt MFRS for annual periods beginning on 1 January 2013. When the Group presents its first MFRS financial statements in 1 January 2013, 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 profits.

The Group expects to fully comply with the requirements of the MFRS Framework for the financial year beginning on 1 January 2013.

A3. Auditors' Report on Preceding Annual Financial Statements

The audit report of the preceding audited financial statements was not qualified.

A4. Comments about Seasonal or Cyclical Factors

Plantation's result is influenced by both CPO prices and FFB crop production. The cyclical swing in FFB crop production is generally at its lowest in the first half of the year, with gradual increase to peak production towards the second half. The remainder of the Group's operations are not materially affected by any seasonal or cyclical events.

A9. Debts and Equity Securities

- (i) On 10 January 2012, the company's issued and paid up share capital was increased from RM470.1 million to RM517.1 million by way of a bonus issue of 94,015,554 ordinary shares of RM0.50 each.
- (ii) During the current quarter, the Company issued RM162 million MTNs with a maturity date of 3 years from the date of issue. The AAA(bg) MTNs bear interest at an effective interest rate of 5.1% per annum.

There were no other issuances and repayment of debt and equity securities, share buybacks, share cancellations, shares held as treasury shares and resale of treasury shares in the current financial period.

A10. Carrying Amount of Revalued Assets

There has been no revaluation of property, plant and equipment during the current financial period.

A11. Subsequent Events

There were no subsequent events as at 23 May 2012 that will materially affect the financial statements of the financial period under review.

A12. Changes in Group Composition

The Company's interest in Boustead Petroleum Sdn Bhd was increased from 52.8% to 59.8% during the current quarter.

There were no other changes in the composition of the Group during the period under review.

A13. Changes in Contingent Liabilities and Contingent Assets

Other than the changes in the material litigations as described in Note B24, the status of the contingent liabilities disclosed in the FY2011 annual financial statements remains unchanged as at 23 May 2012. No other contingent liability has arisen since the financial year end.

A14. Capital Commitments

The Group has the following commitments as at 31 March 2012:

	Authorised but not contracted RM million	Authorised and contracted RM million
Capital expenditure	<u>741.9</u>	<u>246.7</u>

A15. Financial Risk Management

All aspects of the Group's financial risk management objectives and policies are consistent with those disclosed in the financial statements as at and for the year ended 31 December 2011.

A16. Intangible Assets

RM' million	Goodwill	Concession right	Right to supply	Total
Cost				
At 1 January 2012	1,177.2	75.0	12.1	1,264.3
Additions	-	-	64.7	64.7
At 31 March 2012	<u>1,177.2</u>	<u>75.0</u>	<u>76.8</u>	<u>1,329.0</u>
Accumulated amortisation and impairment				
At 1 January 2012	-	6.5	0.4	6.9
Amortisation	-	2.2	0.8	3.0
At 31 March 2012	<u>-</u>	<u>8.7</u>	<u>1.2</u>	<u>9.9</u>
Net carrying amount				
At 31 March 2012	1,177.2	66.3	75.6	1,319.1
At 31 December 2011	<u>1,177.2</u>	<u>68.5</u>	<u>11.7</u>	<u>1,257.4</u>

Part B - Explanatory Notes Pursuant to Appendix 9B of the Listing Requirements of Bursa Malaysia

B17. Performance Review

For the 1st quarter, the Group posted an unaudited profit before tax of RM224.1 million which was 33% better than the profit of RM168.2 million posted for the 1st quarter of FY2011.

Cumulatively, the Group's profit after tax totalling RM189.3 million was better than last year's net profit of RM134.5 million by RM54.8 million or 41%.

Group revenue for the 3 months of RM2.4 billion was 51% higher than that recorded during the corresponding period last year, as all the Divisions had recorded an increase. Higher sales volume had contributed to a 23% increase in revenue for the Manufacturing & Trading Division, while the Plantation Division's revenue increase was marginal as lower palm product prices had trimmed the benefit from a higher crop. The Pharmaceutical Division's revenue was sharply higher at RM446.7 million (2011: RM28.7 million) reflecting the consolidation of Pharmaniaga.

For the 1st quarter, the Plantation Division contributed a slightly lower pre-tax profit of RM92.2 million (2011: RM99.0 million) mainly due to the lower palm product prices which were substantially compensated by higher crop. The cumulative FFB crop totalling 282,171 MT was 11% ahead of last year. During the period, the Division achieved an average palm oil price of RM3,143 per MT, a decrease of RM398 or 11% against last year corresponding period's average of RM3,541 per MT.

The Pharmaceutical Division reported a sterling profit of RM35.7 million, quadrupling last year's corresponding period's pre-tax gain of RM9.1 million. The significant increase was attributable mainly to the inclusion of Pharmaniaga Berhad which was consolidated only from the 2nd quarter of FY2011. The Division had managed to achieve greater operational efficiencies which resulted in on time deliveries and better supplier management. These initiatives had a direct impact on the Division's revenue which then contributed to better margins and profits.

The Trading and Manufacturing Division's pre-tax profit for the current cumulative period was higher at RM35.1 million (2011: RM28.8 million) mainly on improved earnings delivered by BH Petrol which had achieved a higher sales volume and stockholding gains. The Finance & Investment Division posted a cumulative pre-tax profit of RM26.1 million, as compared with the last year corresponding period's result of RM11.9 million, largely on higher profit contribution from the Affin Group.

The Property Division performed well with a higher pre-tax profit of RM40.4 million (2011: RM12.2 million) for the 3-month period, mainly due to the gain from sale of a piece of vacant land. The Heavy Industries Division posted a deficit of RM5.4 million (2011: profit of RM7.2 million) for the cumulative period, due to losses incurred from the commercial shipbuilding segment and the fact that work on the second generation patrol vessels (SGPV) have yet to move into full swing. During the period, the Division had booked in a gain of RM18 million from the disposal of aircraft by MHS Aviation.

B18. Material Changes in Quarterly Results Compared to The Results of the Immediate Preceding Quarter

The current quarter's pre-tax profit of RM224.1 million was lower than the preceding quarter's result of RM245.1 million which had included a RM109.5 million of fair value gain on its portfolio of investment properties and negative goodwill of RM40.4 million.

The Plantation Division's pre-tax profit for the current quarter of RM92.2 million was well above the preceding quarter's surplus of RM31.6 million on higher crop and better palm product prices. The current quarter's result had been boosted by dividend income from Boustead REIT, while both the FFB crop and CPO price had enjoyed a 5% increase.

The Pharmaceutical Division's profit for the current quarter of RM35.7 million was significantly better than the preceding quarter's surplus of RM16.5 million due to higher sales revenue and improved margins. The Finance & Investment Division's profit for the current quarter was higher at RM26.1 million (Preceding quarter: RM7.3 million), as the preceding quarter's result had included the expensing of acquisition-related cost.

Excluding the effect of the fair value gain on investment properties, the Property Division's operating profit for the current quarter of RM40.4 million was largely consistent with that for the preceding quarter as the decline in property development earning attributable to lower progress billings was offset by the gain on sale of land during the current quarter.

B19. Prospects for the Year

The global economy may continue to be plagued by the unabating Eurozone debt crisis and the risks of a slower growth for China and other emerging economies. On the other hand, the Malaysian economy will largely be domestic-driven, helped by the supportive government policy measures and ETP initiatives. Further, the recently announced minimum wage would also be a positive factor in stimulating domestic consumption leading to steadier economic recovery.

We are optimistic that the coming quarters will bode well for the Plantation Division given the positive outlook for CPO prices. Despite the global economic uncertainties and implications of the export duty structure of Indonesian CPO on the competitiveness of Malaysian palm oil, the Group is optimistic that CPO prices will remain well supported by the growing demand from Asia.

The Heavy Industries Division's earnings will largely be derived from the SGPV project, the aerospace electronics manufacturing as well as the maintenance, repair and overhaul activities. The Surian Residences in Mutiara Damansara which was 98% sold and expected to be completed in mid 2013 will be the main contributor for the Property Division in 2012. For the remainder of the year, the Property Division's hotels and retail mall operations are also anticipated to perform satisfactorily.

The Pharmaceutical Division spearheaded by Pharmaniaga Berhad is expected to register good growth during the year. With the Government's commitment towards the pharmaceutical and healthcare industries, Pharmaniaga will continue to focus on its goals to enhance its performance level while continuously improving customer service. On the operational front, the Group is also focused on streamlining its manufacturing, production and procurement capabilities in keeping with its efforts towards effective cost saving measures. The Trading and Manufacturing Division's earnings for the remainder of the year will be driven by the BHPetrol operations which is expected to perform well.

B20. Notes on Variance in Actual Profit and Shortfall in Profit Guarantee

The disclosure requirements for explanatory notes for the variance of actual profit after tax and non-controlling interests and shortfall in profit guarantee are not applicable.

B21. Taxation

Malaysian taxation based on profit for the period:

	Current Period	Cumulative Period
	2012	2012
	RM million	RM million
- Current	41.0	41.0
- Deferred	(0.6)	(0.6)
	40.4	40.4
Over provision of prior years	(5.6)	(5.6)
	34.8	34.8

The Group's effective tax rate for the current quarter is lower than the statutory tax rate mainly due to the utilisation of previously unrecognised tax losses and capital allowances, while certain income is not subject to income tax.

B22. Corporate Proposals

(a) Status of Corporate Proposals

- (i) On 2 November 2010, the Company had executed agreements to undertake a RM1 Billion Guaranteed Medium Term Notes (MTN) Programme. The Guaranteed MTN Programme which has a long term AAA(bg) rating will have tenures of up to 7 years from the first issuance date. OCBC Bank, Public Bank and The Bank of East Asia Limited, Labuan Branch are acting as guarantor banks. At the end of the current financial period, the Group had issued RM840 million of MTNs, with the balance of RM160 million of MTNs expected to be issued in 2012.
- (ii) Further to the Company's proposals to address the public shareholder spread of Pharmaniaga as set out in Note 42(a) of the annual financial statements, the Company had announced on 17 May 2012, its intention to divest 12 million ordinary shares of RM1.00 each of Pharmaniaga for a cash consideration of RM64 million or RM5.35 per share. Upon completion of this divestment, Pharmaniaga would have complied with the 25% public shareholder spread, and the Group will apply to Bursa Malaysia for the upliftment of the suspension on the trading of Pharmaniaga Shares before 28 June 2012.

B22. Corporate Proposals (Cont'd.)**(a) Status of Corporate Proposals**

(iii) The Novation Agreement between Idaman Pharma Sdn Bhd and Pharmaniaga's wholly owned Subsidiaries Pharmaniaga Logistics Sdn Bhd and Idaman Pharma Manufacturing Sdn Bhd (IPMSB) for a cash consideration of RM51,083,000 as referred to in Note 42(i) of the annual financial statements was effective from 23 March 2012.

(iv) On 11 January 2012, Bounty Crop Sdn Bhd (Bounty Crop), a wholly-owned Subsidiary of Boustead Plantations Berhad, which in turn is a wholly-owned Subsidiary of the Company, and Supriadi Zainal entered into a sale and purchase agreement (SPA) with PT Agro Investama Gemilang (PTAIG) for the disposal of 712,576 shares of PT Dendymarker Indahlestari (PTDI) with a nominal value of Rp1,000,000 per share representing 95% of the issued and paid-up share capital of PTDI for a total cash consideration of US\$38,000,000 (or RM119.5 million). The sum of US\$4 million was received upon signing of the SPA.

The completion of the SPA is subject to the submission and/or obtainment of Badan Koordinasi Penanaman Modal's (BKPM) approval with respect to the change of shareholders of PTDI and the receipt by PTDI and completion of the verification exercise by PTAIG to the satisfaction of PTAIG.

(v) At the request of Boustead Holdings Berhad (BHB), the Group's Subsidiary UAC Berhad (UAC), had on 21 May 2012 announced its intention to undertake a selective capital reduction and repayment exercise pursuant to Section 64 of the Companies Act, 1965 (Proposed SCR) and a proposed dividend of RM1.00 (net of tax) per ordinary share of RM1.00 each in UAC (Proposed Dividend).

Under the Proposed SCR, all entitled shareholders (excluding BHB) will receive a total cash payment of RM85,431,463 which represents a cash amount of RM3.30 per UAC share (SCR Offer Price). BHB will waive its entitlement to the repayment of capital pursuant to the Proposed SCR in favour of the remaining entitled shareholders. The Proposed SCR and Proposed Dividend are inter-conditional with each other. Upon completion of these proposals, UAC's resulting issued and paid-up share capital will be RM1,000,000 comprising 1,000,000 ordinary shares of RM1.00 each, all of which will be held by BHB.

The above proposals are subject to the approvals of the relevant authorities, and the approval by the shareholders of UAC (other than BHB and persons connected to it) at the extraordinary general meeting of UAC that will be convened in due course.

There were no other corporate proposals announced or pending completion as at 23 May 2012.

(b) Status on Utilisation of Proceeds from Issue of MTNs as at 30 April 2012

Proceeds from the issue of the RM840 million of MTNs were fully utilised as at the end of March 2012. The balance of the MTN programme comprising RM160 million of MTNs will be issued during 2012.

B23. Group Borrowings and Debt Securities

Total group borrowings as at 31 March 2012 are as follows:-

	31.3.2012	31.12.2011
	RM million	RM million
Non-current:		
Term loans		
- Denominated in US Dollars	67.2	71.1
- Denominated in Indonesian Rupiah	40.3	37.3
- Denominated in RM	728.2	749.3
	<u>835.7</u>	<u>857.7</u>
Bank guaranteed medium term notes	842.7	674.1
	<u>1,678.4</u>	<u>1,531.8</u>
Less: repayable in 1 year	380.4	372.5
	<u>1,298.0</u>	<u>1,159.3</u>
Current:		
Bank overdrafts	92.0	51.6
Bankers' acceptances	460.1	367.0
Revolving credits		
- Denominated in US Dollars	35.0	36.2
- Denominated in RM	3,045.0	3,108.9
Short term loans	380.4	372.5
	<u>4,012.5</u>	<u>3,936.2</u>

B24. Changes in Material Litigations

- (i) On 30 April 2012, the SibU High Court had delivered its decision on the litigation referred to in Note 35(a) of the Company's FY2011 annual financial statements, judging in favour of the Plaintiff's claim and found the joint venture agreement dated 6 May 1998 between Boustead Plantations Berhad (BPlant) and the 1st Defendant null and void. The SibU High Court further declared that the Principal Deed dated 14 January 2002 executed between the 1st Defendant, the 3rd Defendant and the Plaintiffs in relation to the development of the NCR Lands is deemed null and void. In the same judgment, the SibU High Court had dismissed BPlant's (4th Defendant) and Boustead Pelita Kanowit Plantations Sdn Bhd (BPK)'s (5th Defendant) counter claim against the Plaintiffs with costs.

BPlant and BPK had on 4 May 2012 filed the formal stay application which the SibU High Court has set for mention on 17 May 2012 in relation to the formal stay application. When the mention of the matter was held on 17 May 2012, the SibU High Court had fixed 8 June 2012 for the Further Mention, pending the filing of the affidavit in opposition by the Plaintiffs.

As at 23 May 2012, there were no other changes in material litigation, including the status of pending material litigation since the date of the last annual statement of financial position as at 31 December 2011.

B25. Earnings Per Share - Basic

	Current Period		Cumulative Period	
	2012	2011	2012	2011
Net profit for the period (RM million)	144.6	112.2	144.6	112.2
Weighted average number of ordinary shares in issue (million)	1,034.2	1,034.2	1,034.2	1,034.2
Basic earnings per share (sen)	13.98	10.85	13.98	10.85

The weighted average number of ordinary shares in issue for the purpose of the computation of the earnings per share for the corresponding period last year has been adjusted retrospectively to reflect the Company's bonus issue which was completed on 10 January 2012.

B26. Retained Earnings

	31.3.2012	31.12.2011
	RM million	RM million
Total retained earnings of Boustead Holdings Berhad and its Subsidiaries		
Realised	2,281.9	2,236.9
Unrealised	269.6	236.2
	2,551.5	2,473.1
Total share of retained earnings of Associates		
Realised	599.3	561.2
Unrealised	8.4	7.7
	3,159.2	3,042.0
Consolidation adjustments	(911.3)	(831.5)
Total retained earnings of the Group as per consolidated accounts	2,247.9	2,210.5

B27. Additional Disclosures

The Group's profit before taxation is stated after (crediting)/deducting the following:

	Current Quarter		Cumulative Quarter	
	2012	2011	2012	2011
	RM million	RM million	RM million	RM million
Depreciation and amortisation	58.0	30.8	58.0	30.8
Provision for and write off of receivables	10.8	1.4	10.8	1.4
Provision for and write off of inventories	0.8	-	0.8	-
Impairment of assets	-	3.0	-	3.0
Gain on disposal of properties	(25.5)	-	(25.5)	-
Foreign exchange gain	(5.9)	(3.8)	(5.9)	(3.8)
Net fair value loss/(gain) on derivatives	5.6	(3.2)	5.6	(3.2)

28. Plantation Statistics

	Cumulative Period	
	2012	2011
(a) Planted areas (hectares)		
Oil palm - prime mature	60,730	61,323
- young mature	7,183	6,308
- immature	6,271	6,723
	74,184	74,354

* Includes 48,873 hectares leased under the Asset Backed Securitisation Programme and from Al Hadharah Boustead REIT.

	Cumulative Period	
	2012	2011
(b) Crop production (MT)		
FFB	282,171	253,586
(c) Average selling prices (RM per MT)		
FFB	611	819
Palm oil	3,143	3,541
Palm kernel	1,861	2,884

29. Economic Profit

	2012	2011
	RM million	RM million
For the period ended 31 March	54.3	26.5

30. Headline KPIs

	2012	2012
	(3 month)	(12 months)
	Actual	Target
Return on Equity (ROE)	3.2%	10.5%
Return on Assets (ROA)	2.2%	7.5%