

**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME  
FOR THE FINAL QUARTER ENDED 31 MARCH 2012  
(THE FIGURES HAVE NOT BEEN AUDITED)**

	<i>Current Quarter</i>		<i>12 Months Cumulative</i>	
	<i>Current Year</i>	<i>Preceding Year</i>	<i>Current Year</i>	<i>Preceding Year</i>
	<i>Quarter</i>	<i>Corresponding</i>	<i>To Date</i>	<i>Corresponding</i>
	<i>31/03/12</i>	<i>31/03/11</i>	<i>31/03/12</i>	<i>31/03/11</i>
	<i>RM'000</i>	<i>RM'000</i>	<i>RM'000</i>	<i>RM'000</i>
Revenue	67,297	69,397	300,174	298,479
Cost of sales	(35,778)	(37,719)	(163,027)	(159,927)
<b>Gross profit</b>	<b>31,519</b>	<b>31,678</b>	<b>137,147</b>	<b>138,552</b>
Interest income	1,936	1,513	5,914	3,742
Other income	245	1,803	297	2,457
Administrative expenses	(4,405)	(4,604)	(18,478)	(13,710)
Selling and marketing expenses	(841)	(1,897)	(2,742)	(2,855)
Other operating expenses	(6,173)	(8,562)	(18,839)	(16,970)
Finance costs	(137)	(646)	(1,044)	(1,963)
Share of profit of associates	1,546	854	5,250	2,313
<b>Profit before tax</b>	<b>23,690</b>	<b>20,139</b>	<b>107,505</b>	<b>111,566</b>
Income tax expense	(5,877)	(3,675)	(28,588)	(26,809)
<b>Profit net of tax</b>	<b>17,813</b>	<b>16,464</b>	<b>78,917</b>	<b>84,757</b>
<b>Other comprehensive income, net of tax</b>				
Foreign currency translation	(2,865)	2,405	(92)	(852)
Other comprehensive income for the period/year	(2,865)	2,405	(92)	(852)
<b>Total comprehensive income for the period/year</b>	<b>14,948</b>	<b>18,869</b>	<b>78,825</b>	<b>83,905</b>
<b>Profit attributable to :</b>				
Owners of the parent	16,752	16,627	71,907	79,486
Non-controlling interests	1,061	(163)	7,010	5,271
<b>Profit for the period/year</b>	<b>17,813</b>	<b>16,464</b>	<b>78,917</b>	<b>84,757</b>
<b>Total comprehensive income attributable to :</b>				
Owners of the parent	13,887	19,032	71,815	78,634
Non-controlling interests	1,061	(163)	7,010	5,271
<b>Total comprehensive income for the period/year</b>	<b>14,948</b>	<b>18,869</b>	<b>78,825</b>	<b>83,905</b>
<b>Earnings per share attributable to owners of the parent</b>				
Basic/diluted earnings per share (sen)	20.82	20.66	89.36	98.78

*(The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Audited Financial Statements for the year ended 31 March 2011 and the accompanying explanatory notes attached to the interim financial statements)*

**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**

	As at End Of Current Quarter 31/03/12 (unaudited) RM'000	As at Preceding Financial Year End 31/03/11 (audited) RM'000
<b>ASSETS</b>		
<b>Non-Current Assets</b>		
Property, plant & equipment	38,913	41,018
Biological assets	67,186	73,392
Investment properties	69,720	71,230
Goodwill on consolidation	510	510
Interest in associates	27,515	34,077
Deferred tax assets	4,522	3,979
	<b>208,366</b>	<b>224,206</b>
<b>Current Assets</b>		
Inventories	61,222	43,635
Trade receivables	44,212	71,809
Other receivables	16,452	7,379
Due from related companies	1	8
Cash and bank balances	216,900	168,801
	<b>338,787</b>	<b>291,632</b>
<b>TOTAL ASSETS</b>	<b>547,153</b>	<b>515,838</b>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity attributable to owners of the parent</b>		
Share capital	82,427	82,427
Share premium	534	534
Treasury shares	(3,604)	(3,604)
Other reserves	545	(3,047)
Retained earnings	355,287	304,504
	<b>435,189</b>	<b>380,814</b>
Non-controlling interest	20,444	20,049
<b>Total Equity</b>	<b>455,633</b>	<b>400,863</b>
<b>Non-Current Liabilities</b>		
Borrowings	2,037	4,577
Retirement benefit obligations	1,146	1,035
Deferred tax liabilities	-	1
	<b>3,183</b>	<b>5,613</b>
<b>Current Liabilities</b>		
Borrowings	-	35,000
Trade payables	54,100	38,738
Other payables	23,322	23,756
Provision for compensation claim	2,120	2,120
Tax payable	8,726	9,588
Due to related companies	69	160
	<b>88,337</b>	<b>109,362</b>
<b>Total Liabilities</b>	<b>91,520</b>	<b>114,975</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>547,153</b>	<b>515,838</b>
Net assets per share attributable to ordinary equity holders of the Company (RM)	<b>5.41</b>	<b>4.73</b>

(The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the year ended 31 March 2011 and the accompanying explanatory notes attached to the interim financial statements)



**FIMA CORPORATION BERHAD (21185-P)**

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
FOR THE FINAL QUARTER ENDED 31 MARCH 2012**

	Attributable to Owners of the Parent				Distributable					
	Share Capital		Non-Distributable		Retained Earnings		Non-controlling Interests		Total Equity	
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	
<b>At 01 April 2010</b>	82,427	534	(3,604)	(2,195)	1,530	(3,725)	-	238,296	315,458	331,380
Total comprehensive income for the year	-	-	-	(852)	-	(852)	-	79,486	78,634	83,905
Dividends Paid	-	-	-	-	-	-	-	(13,278)	(13,278)	(13,278)
Redemption of loan stocks	-	-	-	-	-	-	-	-	-	(1,144)
<b>At 31 March 2011</b>	<b>82,427</b>	<b>534</b>	<b>(3,604)</b>	<b>(3,047)</b>	<b>1,530</b>	<b>(4,577)</b>	<b>-</b>	<b>304,504</b>	<b>380,814</b>	<b>400,863</b>
<b>At 01 April 2011</b>	<b>82,427</b>	<b>534</b>	<b>(3,604)</b>	<b>(3,047)</b>	<b>1,530</b>	<b>(4,577)</b>	<b>-</b>	<b>304,504</b>	<b>380,814</b>	<b>400,863</b>
Total comprehensive income for the year	-	-	-	(92)	-	(92)	-	71,907	71,815	78,825
Grant of equity-settled share options to employees	-	-	-	3,684	-	-	3,684	-	3,684	3,684
Dividend paid to non-controlling interests	-	-	-	-	-	-	-	-	-	(4,711)
Dividend paid	-	-	-	-	-	-	-	(21,124)	(21,124)	(21,124)
Redemption of loan stocks	-	-	-	-	-	-	-	-	-	(1,904)
<b>At 31 March 2012</b>	<b>82,427</b>	<b>534</b>	<b>(3,604)</b>	<b>545</b>	<b>1,530</b>	<b>(4,669)</b>	<b>3,684</b>	<b>355,287</b>	<b>435,189</b>	<b>455,633</b>

(The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Audited Financial Statements for the year ended 31 March 2011 and the accompanying explanatory notes attached to the interim financial statements)

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS  
 FOR THE FINAL QUARTER ENDED 31 MARCH 2012**

	12 months ended	
	31/03/12	31/03/11
	RM'000	RM'000
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>		
Profit before tax	107,505	111,566
Adjustments for:		
Depreciation for property, plant and equipment	11,783	10,607
Depreciation of investment properties	1,510	1,516
Amortisation of biological assets	4,130	4,189
Impairment loss on trade receivables	592	-
Write back of impairment loss on trade receivables	(56)	(114)
Provision for retirement benefit obligations	184	317
Writedown of inventories	451	208
Reversal of inventories written down	(42)	-
Gain on disposal of property, plant and equipment	(126)	(391)
Grant of equity-settled share options to employees	3,684	-
Share of results of associate	(5,250)	(2,313)
Interest expense	1,044	1,963
Interest income	(5,914)	(3,742)
Operating profit before working capital changes	119,495	123,806
Decrease in receivables	18,002	19,501
Increase in inventories	(17,996)	(15,669)
(Increase)/decrease in related companies balances	(84)	62
Increase/(decrease) in payables	14,928	(8,329)
Cash generated from operations	134,345	119,371
Tax paid	(29,929)	(29,150)
Retirement benefit paid	(47)	(40)
Net cash generated from operating activities	104,369	90,181
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>		
Purchase of property, plant and equipment	(10,494)	(11,063)
Additions to biological assets	(673)	(1,115)
Proceeds from disposal of property, plant and equipment	126	395
Proceeds from disposal of investment	11,812	-
Interest received	5,914	3,742
Redemption of loan stocks	(4,444)	(2,668)
Net cash generated/(used in) from investing activities	2,241	(10,709)
<b>CASH FLOW FROM FINANCING ACTIVITIES</b>		
Interest paid	(1,044)	(1,963)
Dividends paid	(21,124)	(13,278)
Dividends paid by a subsidiary to non-controlling interests	(4,711)	-
Dividends received	-	5,250
Repayment of short term borrowings	(35,000)	-
Net cash used in financing activities	(61,879)	(9,991)
<b>CASH AND CASH EQUIVALENTS</b>		
Net increase in cash and cash equivalents	44,731	69,481
Effect of foreign exchange rate changes in cash and cash equivalents	3,368	3,176
Cash and cash equivalents balances at beginning of year	168,801	96,144
Cash and cash equivalents at end of year	216,900	168,801
<b>CASH AND CASH EQUIVALENTS COMPRISE OF :</b>		
Cash and bank balances	5,800	13,106
Deposits with licensed banks	211,100	155,695
	216,900	168,801

*(The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Audited Financial Statements for the year ended 31 March 2011 and the accompanying explanatory notes attached to the interim financial statements)*

**NOTES TO THE QUARTERLY ANNOUNCEMENT FOR THE FINAL QUARTER ENDED 31 MARCH 2012**

---

**PART A - Explanatory notes pursuant to FRS 134**

---

**A1. Basis of Preparation and Accounting Policies**

The interim statements are unaudited and have been prepared in accordance with the requirements of FRS 134: Interim Financial Reporting and paragraph 9.22 of the Listing Requirements of the Bursa Securities.

The interim financial statements should be read in conjunction with the audited financial statements for the year ended 31 March 2011. The explanatory notes attached to the interim financial statements provide an explanation of events and transactions that are significant to the understanding of the changes in the financial position and performance of the Group since the financial year ended 31 March 2011.

**A2. Changes in Accounting Policies**

The significant accounting policies adopted are consistent with those of the statutory financial statements for the financial year ended 31 March 2011 except for the adoption of the following new and revised Financial Reporting Standards ("FRSs"), IC Interpretations and amendments.

**(a) Adoption of FRSs, Amendments to FRSs and IC Interpretations**

On 1 April 2011, the Group adopted the following FRSs, Amendments to FRSs, IC Interpretations and Amendments to IC Interpretations:

**Effective for financial periods beginning on or after 1 July 2010:**

FRS 1: First-time Adoption of Financial Reporting Standards  
FRS 3: Business Combinations (revised)  
Amendments to FRS 2: Share Based Payment  
Amendments to FRS 5: Non-current Assets Held for Sale and Discontinued Operations  
Amendments to FRS 127: Consolidated and Separate Financial Statements  
Amendments to FRS 138: Intangible Assets  
Amendments to IC Interpretation 9: Reassessment of Embedded Derivatives  
IC Interpretation 12: Service Concession Arrangements  
IC Interpretation 16: Hedges of a Net Investment in a Foreign Operation  
IC Interpretation 17: Distributions of Non-cash Assets to Owners

**Effective for financial periods beginning on or after 1 January 2011:**

Amendments to FRS 1: Limited Exemption from Comparative FRS 7 Disclosure for First-Time Adopters  
Amendments to FRS 7: Improving Disclosures about Financial Instruments  
Amendments to FRSs contained in the document entitled "Improvements to FRSs (2010)"  
IC Interpretation 4: Determining whether an Arrangement contains a lease  
IC Interpretation 18: Transfers of Assets from Customers

The above FRSs, Amendments to FRS and Interpretations do not have significant impact on the financial statements of the Group for the current financial year.

## A2. Changes in Accounting Policies (Contd.)

### (b) Standards issued but not yet effective

	Effective for annual period beginning on or after
IC Interpretation 19 Extinguishing Financial Liabilities with Equity Instruments	1 July 2011
Amendments to IC Interpretation 14: Prepayments of a Minimum Funding Requirement	1 July 2011
Amendments to FRS 1: Severe Hyperinflation and Removal of Fixed Dates for First-time Adopters	1 January 2012
Amendments to FRS 7: Transfers of Financial Assets	1 January 2012
Amendments to FRS 112: Deferred Tax: Recovery of Underlying Assets	1 January 2012
FRS 124 Related Party Disclosures	1 January 2012
Amendments to FRS 101: Presentation of Items of Other Comprehensive Income	1 July 2012
FRS 10 Consolidated Financial Statements	1 January 2013
FRS 11 Joint Arrangements	1 January 2013
FRS 12 Disclosure of interests in Other Entities	1 January 2013
FRS 13 Fair Value Measurement	1 January 2013
FRS 119 Employee Benefits	1 January 2013
FRS 127 Separate Financial Statements	1 January 2013
FRS 128 Investment in Associate and Joint Ventures	1 January 2013
IC Interpretation 20 Stripping Costs in the Production Phase of a Surface Mine	1 January 2013
Amendments to FRS 7: Disclosures – Offsetting Financial Assets and Financial Liabilities	1 January 2013
Amendments to FRS 132: Offsetting Financial Assets and Financial Liabilities	1 January 2014
FRS 9 Financial Instruments	1 January 2015

Adoption of the FRSs, Amendments to FRS and Interpretations above are expected to have no significant impact on the financial statements of the Group and the Company in the period of initial application.

### (c) Malaysian Financial Reporting Standards (MFRS Framework)

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 April 2013.

## A2. Changes in Accounting Policies (Contd.)

### (c) Malaysian Financial Reporting Standards (MFRS Framework) (Contd.)

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 31 March 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 profits.

Currently, the Group is in the process of assessing the gap between current Group accounting policies and the requirements of MFRS Framework and expects to be in a position to fully comply with the requirements of the MFRS Framework for the financial year ending 31 March 2014.

### A3. Audit Qualification

The preceding annual financial statements of the Group were not subject to any audit qualification.

### A4. Seasonality or cyclicity of the interim operations.

The production of security and confidential documents is influenced by cyclical changes in volume of certain products whilst the oil palm production and processing division is affected by seasonal crop production, weather conditions and fluctuating commodity prices.

### A5. Unusual items

There were no items affecting assets, liabilities, equity, net income or cash flows that are unusual because of their nature, size or incidence other than the recognition of share-based payment disclosed in Note A10.

### A6. Changes in estimates

There were no changes or estimates that have a material effect to the current quarter's results.

### A7. Issuances, cancellation, repurchases, resale and repayment of debt and equity securities.

There were no issuances, cancellation, repurchases, resale and repayment of debt and equity securities for the current financial year to date.

### A8. Dividends paid

	Cummulative Quarter Ended	
	31/03/12	31/03/11
	RM'000	RM'000
<b>Final Dividend Paid</b>		
2010 - 12% less taxation 25% (Paid on 8 October 2010)	-	7,243
2011 - 15% + 5% Special Dividend less taxation 25% (Paid on 7 October 2011)	12,071	-
<b>Interim Dividend Paid</b>		
2011 - 10% less taxation of 25% (Paid on 24 December 2010)	-	6,035
2012 - 15% less taxation of 25% (Paid on 23 December 2011)	9,053	-
	<u>21,124</u>	<u>13,278</u>

## A9. Segmental Information

	<i>12 Months Cumulative</i>			
	Current Year Todate		Preceding Year	
	31/03/12		Corresponding Period 31/03/11	
	Revenue RM'000	Profit Before Tax RM'000	Revenue RM'000	Profit Before Tax RM'000
<b>Segments</b>				
Production and trading of security and confidential documents	193,684	54,330	203,487	70,977
Oil palm production and processing	102,564	46,470	90,222	37,258
Property management	5,336	938	5,186	1,065
Others	-	517	-	(47)
	<u>301,584</u>	<u>102,255</u>	<u>298,895</u>	<u>109,253</u>
Share of results of associate	-	5,250	-	2,313
	<u>301,584</u>	<u>107,505</u>	<u>298,895</u>	<u>111,566</u>
Eliminations	(1,410)	-	(416)	-
Group Results	<u>300,174</u>	<u>107,505</u>	<u>298,479</u>	<u>111,566</u>

## A10. Profit Before Tax

The following amounts have been included in arriving at profit before tax:

	<i>Quarter ended</i>		<i>12 Months Cumulative</i>	
	31/03/12 RM'000	31/03/11 RM'000	31/03/12 RM'000	31/03/11 RM'000
<b>Other income</b>				
Management fees	6	47	24	655
Gain on disposal of property, plant and equipment	92	345	126	391
<b>Operating expenses</b>				
Depreciation and amortisation	4,172	4,416	17,423	16,312
<sup>^</sup> Foreign exchange loss/(gain)	136	786	3,476	2,260
Impairment loss on trade receivables	10	-	592	-
Write back of impairment loss on trade receivables	-	(47)	(56)	(114)
Inventories written down	427	138	451	208
Reversal of inventories written down	(22)	-	(42)	-
<sup>#</sup> Share options granted under ESOS	64	-	3,684	-

### Note:

<sup>^</sup> Mainly attributable to realised foreign exchange loss on redemption of loan stock by subsidiary.

<sup>#</sup> On 10 October 2011, Kumpulan Fima Berhad ("KFima") launched an Employees Share Option Scheme and 8,829,000 equity-settled share options were granted to the employees of Fima Corporation Group of companies ("the Group"). FRS 2: Share-based Payment requires an entity to measure the fair value of the equity instruments granted and reflect it in its profit or loss and financial position. In compliance with the requirements of FRS 2, the Group had recognised RM3.68 million in the financial statements being the fair value of the equity-settled share options granted by KFima to the employees of the Group. The recognition of this share-based payment is a non-cash transaction and has no financial impact on the Group's shareholders' funds.



**A11. Valuation of property, plant and equipment**

The carrying amounts of property, plant and equipment have been brought forward without amendment from the previous audited financial statements.

**A12. Subsequent events**

There were no material events subsequent to the end of the current quarter.

**A13. Changes in the composition of the Group**

On 15 July 2011, the Company divested 10% equity interest comprising five million ordinary shares of RM1.00 each in associate company, Giesecke & Devrient Malaysia Sdn Bhd ("G&D") for a cash consideration of RM11.8 million, equivalent to 10% of G&D's net equity as at 30 June 2011. Consequently, the Company's equity interest in the associate company decreased from 30% to 20%.

**A14. Changes in contingent liabilities and contingent assets**

There were no contingent liabilities or contingent assets since the last annual balance sheet (other than changes in material litigation disclosed in Note B9).

**A15. Capital Commitments**

	<u>As at</u> <u>31/03/12</u> RM'000
Property, plant and equipment	
Approved and contracted for	2
Approved but not contracted for	<u>5,126</u>

**A16. Acquisition of Property, Plant and Equipment**

As at the end of the financial period to date, the Group has acquired the following assets.

	<u>Current</u> <u>Year To date</u> <u>31/03/12</u> RM'000
Plant and machinery	6,276
Motor vehicles	1,578
Buildings	1,701
Office equipment and fittings	939
	<u>10,494</u>

**A17. Related Party Transactions**

	<b>Current Year To date 31/03/12</b>
	<b>RM'000</b>
Kumpulan Fima Berhad, penultimate holding company	
Rental income receivable	(461)
Sales made - Supply of air-conditioners	(20)
<b>Fellow Subsidiaries :</b>	
Malaysian Transnational Trading Corporation Berhad	
Rental income receivable	(5)
<b>Related by virtue of having common director/(s)/shareholder/(s) :</b>	
Nationwide Express Courier Services Berhad	
Rental income receivable	(94)
Purchases made - Delivery services	114
Nationwide Freight Forwarders Sdn Bhd	
Purchases made - Forwarding services	53
<b>Related by virtue of having common director/(s)/shareholder/(s) :</b>	
TD Technologies Sdn Bhd	
Purchases made - Software rental	67
First Zanzibar Sdn Bhd	
Purchases made - IT support	32
<b>Associated Company :</b>	
Giesecke & Devrient Malaysia Sdn Bhd	
Management services receivable	(24)

**A18. Inventories**

During the quarter, there was no significant write-down or write-back of inventories.

---

**PART B - Explanatory notes pursuant to Bursa Malaysia Listing Requirements:****Chapter 9, Appendix 9B, Part A**

---

**B1. Review of Performance**

<b>Group</b>	<b>Year Totdate</b>		<b>Variance</b>	
	<b>31/03/12</b>	<b>31/03/11</b>		
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>%</b>
Revenue	300,174	298,479	1,695	0.6
Profit before tax	107,505	111,566	(4,061)	(3.6)

For the year ended 31 March 2012, the Group's revenue rose by RM1.7 million or 0.6% to RM300.2 million from RM298.5 million last year. The improvement was mainly due to 13.7% increase in revenue from oil palm production and processing. Due to the recognition of RM3.7 million equity settled share options and less favourable sales mix, profit before tax decreased by RM4.1 million or 3.6% to RM107.5 million from RM111.6 million last year.

<b>Production and trading of security and confidential documents</b>	<b>Year Totdate</b>		<b>Variance</b>	
	<b>31/03/12</b>	<b>31/03/11</b>		
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>%</b>
Revenue	193,684	203,487	(9,803)	(4.8)
Profit before tax	54,330	70,977	(16,647)	(23.5)

Revenue todate from this segment of RM193.7 million closed RM9.8 million or 4.8% lower compared to RM203.5 million revenue recorded last year. This is mainly attributable to price reduction in certain products. Pretax profit declined by RM16.7 million to RM54.3 million from RM71.0 million posted last year. The shortfall was mainly due to the decline in revenue coupled with less favourable sales mix and recognition of equity settled share options.

<b>Oil palm production and processing</b>	<b>Year Totdate</b>		<b>Variance</b>	
	<b>31/03/12</b>	<b>31/03/11</b>		
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>%</b>
Revenue	102,564	90,222	12,342	13.7
Profit before tax	46,470	37,258	9,212	24.7

Revenue for the financial year from oil palm production and processing of RM102.5 million was RM12.3 million or 13.7% higher than last year, mainly attributable to sale of crude palm kernel oil and higher sales volume of crude palm oil (CPO) following a higher yield during the year. Average net selling price of CPO (net of duty and transportation cost) realised for the year decreased to RM2,290/mt compared to RM2,392/mt achieved in the previous year. The decline in the average net selling price was mainly due to increase in the average export duty rate from 8.9% to 17.5% this year. This segment posted a profit before tax of RM46.5 million, RM9.2 million or 24.7% higher than last year. The improvement was mainly attributable to higher revenue, partially offset by higher exchange loss.

**B1. Review of Performance (Contd.)**

	Year Totodate		Variance	
	31/03/12	31/03/11	RM'000	%
	RM'000	RM'000	RM'000	%
<b>Property Management</b>				
Revenue	5,336	5,186	150	2.9
Profit before tax	938	1,065	(127)	(11.9)

Pretax profit from property management decreased by RM127,000 to RM938,000 from RM1.1 million last year, mainly due to recognition of equity settled share options in the financial year.

**B2. Material change in profit before taxation for the quarter reported as compared with the preceding quarter**

	Current	Preceding	Variance	
	Quarter	Quarter	RM'000	%
	RM'000	RM'000	RM'000	%
<b>Group</b>				
Revenue	67,297	66,636	661	1.0
Profit before tax	23,690	16,678	7,012	42.0

For the final quarter, the Group registered a pretax profit of RM23.7 million with a revenue of RM67.3 million compared to RM16.7 million pretax profit on the back of RM66.6 million revenue in the third quarter. RM3.6 million equity settled share options was recognised in the preceding quarter whilst recognition of only RM64,000 was made in the quarter under review.

	Current	Preceding	Variance	
	Quarter	Quarter	RM'000	%
	RM'000	RM'000	RM'000	%
<b>Production and trading of security and confidential documents</b>				
Revenue	45,998	43,524	2,474	5.7
Profit before tax	13,288	7,449	5,839	78.4

Revenue from the production of security and confidential documents for the quarter under review of RM46.0 million was RM2.5 million higher than preceding quarter. Pretax profit increased by RM5.8 million to RM13.3 million mainly due to favourable sales mix in the current quarter and recognition of equity settled share options in the preceding quarter.

	Current	Preceding	Variance	
	Quarter	Quarter	RM'000	%
	RM'000	RM'000	RM'000	%
<b>Oil palm production and processing</b>				
Revenue	20,367	22,098	(1,731)	(7.8)
Profit before tax	8,031	7,769	262	3.4

This segment's revenue of RM20.4 million for the quarter under review was RM1.7 million lower than the preceding quarter, mainly attributable to lower sales volume of CPO, mitigated by higher selling price. A marginal higher pretax profit of RM8.0 million was posted compared to RM7.8 million pretax profit in the preceding quarter.

**B3. Prospects**

Next year's outlook for the production and trading of security and confidential documents continues to be firm. However, revenue is expected to decline marginally due to price reduction in certain products.

In view of the current prices of CPO, the outlook for oil palm production and processing in 2012/2013 is expected to remain steady and the average yield is expected to remain at the present level.

Barring any unforeseen circumstances, the Board expects the Group's performance to be satisfactory for 2012/2013.

**B4. Variance of actual profit from forecast profit**

The Group did not issue any profit forecast and/or guarantees to the public.

**B5. Taxation**

	<u>Current Quarter 31/03/12 RM'000</u>	<u>Current Year To date 31/03/12 RM'000</u>
Tax charge	<u>5,877</u>	<u>28,588</u>

The effective tax rate on Group's profit to date is higher than the statutory tax rate mainly due to certain expenses which include recognition of share-based payments and foreign exchange losses which are disallowed for taxation purposes.

**B6. (a) Corporate proposals**

There are no corporate proposals announced but not completed at the date of this report.

**(b) Utilisation of proceeds raised from any corporate proposal.**

Not applicable.

**B7. Borrowings**

As at the end of the reporting period, the Group has no borrowings except for RM2.0 million (2011: RM4.6 million) redeemable convertible loan stocks subscribed by the Minority Interest.

**B8. Realised/unrealised profits/(losses)**

	<u>As at 31/03/12</u>	<u>As at 31/03/11</u>
	RM'000	RM'000
Total retained profits/(accumulated losses) of Fima Corporation Berhad and its subsidiaries:		
- Realised	329,426	274,806
- Unrealised	<u>(9,364)</u>	<u>(9,204)</u>
	320,062	265,602
Total share of retained profits/(accumulated losses) from associated company:		
- Realised	21,208	26,083
- Unrealised	<u>(3,693)</u>	<u>(7,006)</u>
	17,515	19,077
Add : Consolidation adjustments	17,710	19,825
Total group retained profits as per consolidated accounts	<u>355,287</u>	<u>304,504</u>

**B9. Changes in material litigation**

Following the termination of the Tenancy Agreement by Malaysia Airports Holding Berhad ("MAHB") on 11 May 2000, the Company as the Principal Tenant had issued a termination notice dated 15 May 2000 to all its respective sub-tenants at Airtel Complex, Subang.

Pursuant to the above, on 28 September 2001, the Company was served a Writ of Summons dated 9 August 2001 from a tenant ("Plaintiff") claiming for a compensation sum of approximately RM2.12 million being their renovation costs and general damages. The Board had sought the opinion from the solicitors who were of the opinion that there should be no compensation payable to the Plaintiff as the demised premise was acquired by a relevant authority which was provided in the Tenancy Agreement between the Company and the Plaintiff.

On 24 June 2002, the Plaintiff filed its amended Writ of Summons and Statement of Claims, naming MAHB as the 2nd Defendant and on 14 January 2003, served the same to the Company. On 20 January 2003, the Company's solicitors filed an amended Statement of Defence and on 22 April 2003, the 2nd Defendant obtained an order in terms from the Court to strike out the Plaintiff's claim.

The Plaintiff served its Application for Summons in Chambers on the Company on 15 December 2003. Subsequently, the Company replied to the Plaintiff on 16 December 2003 expressly stipulating that the Rules of the High Court requires the Plaintiff to file a Notice of Pre-Trial Case Management seeking the directions of the Judge as to the further conduct of the matter.

On 11 November 2008, the Court had disposed off this matter summarily in favour of the plaintiff and on 4 March 2009, the Company had filed its Record of Appeal to the Court of Appeal to appeal against the decision. In financial year 2008/2009, the Company made full provision for the compensation claim of RM2.12 million.

On 27 September 2011, the Court of Appeal had allowed the Company's appeal against the decision handed down by the High Court and directed that the matter be remitted back to the High Court for a full trial.

## B10. Dividend

The Board of Directors recommend the payment of a special dividend of 5% less taxation of 25% and a final dividend of 15% less taxation of 25% for the year ending 31 March 2012 (last year: 5.0% special dividend less taxation of 25% and 15.0% final dividend less taxation of 25%). The proposed dividend will amount to approximately RM12.1 million (last year: RM12.1 million) and will be paid on a date to be announced.

## B11. Earnings per share

	<i>Individual Quarter</i>		<i>Cumulative Quarter</i>	
	<i>Current Year Quarter</i> <i>31/03/12</i>	<i>Preceding Year Corresponding Quarter</i> <i>31/03/11</i>	<i>Current Year To Date</i> <i>31/03/12</i>	<i>Preceding Year Corresponding Period</i> <i>31/03/11</i>
<i>Earnings</i>				
Profit attributable to owners of the Company (RM'000)	16,752	16,627	71,907	79,486
<b>Basic Earning per Share</b>				
Weighted average number of ordinary shares in issue	80,470,710	80,470,710	80,470,710	80,470,710
Basic earnings per share (sen)	20.82	20.66	89.36	98.78

**BY ORDER OF THE BOARD**

**LEE MO LENG**  
**MOHD YUSOF BIN PANDAK YATIM**  
Company Secretaries

Kuala Lumpur  
Date : 16 May 2012