FIMA CORPORATION BERHAD (21185-P)

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE FINAL QUARTER ENDED 31 MARCH 2013
(THE FIGURES HAVE NOT BEEN AUDITED)

	Current Quarter		*12 Months Cumulative*	
	Current Year Quarter 31/03/13 RM'000	**Preceding Year Corresponding Quarter 31/03/12 RM'000**	**Current Year To Date 31/03/13 RM'000**	**Preceding Year Corresponding Period 31/03/12 RM'000**
Revenue	75,901	67,297	305,145	300,174
Cost of sales	(42,828)	(35,778)	(183,700)	(163,027)
Gross profit	**33,073**	**31,519**	**121,445**	**137,147**
Interest income	2,083	1,936	6,551	5,914
Other income	59	245	126	297
Administrative expenses	(5,829)	(4,405)	(19,618)	(18,478)
Selling and marketing expenses	(4,778)	(841)	(5,748)	(2,742)
Other operating expenses	(4,541)	(6,173)	(16,091)	(18,839)
Finance costs	(4)	(137)	(52)	(1,044)
Share of profit of associates	(260)	1,546	2,226	5,250
Profit before tax	19,803	23,690	88,839	107,505
Income tax expense	(10,572)	(5,877)	(26,940)	(28,588)
Profit net of tax	**9,231**	**17,813**	**61,899**	**78,917**
Other comprehensive income, net of tax				
Foreign currency translation gain/(loss)	345	(2,865)	(5,605)	(92)
Other comprehensive income for the period	345	(2,865)	(5,605)	(92)
Total comprehensive income for the period	**9,576**	**14,948**	**56,294**	**78,825**
Profit attributable to :				
Owners of the parent	8,742	16,752	58,229	71,907
Non-controlling interests	489	1,061	3,670	7,010
Profit for the period	**9,231**	**17,813**	**61,899**	**78,917**
Total comprehensive income attributable to :				
Owners of the parent	9,087	13,887	52,624	71,815
Non-controlling interests	489	1,061	3,670	7,010
Total comprehensive income for the period	**9,576**	**14,948**	**56,294**	**78,825**
Earnings per share attributable to owners of the parent				
Basic/diluted earnings per share (sen)	10.86	20.82	72.36	89.36

(The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Audited Financial Statements for the year ended 31 March 2012 and the accompanying explanatory notes attached to the interim financial statements)

FIMA CORPORATION BERHAD (21185-P)

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	As at End Of Current Quarter 31/03/13 (unaudited)	As at Preceding Financial Year End 31/03/12 (audited)
	RM'000	**RM'000**
ASSETS		
Non-Current Assets		
Property, plant & equipment	36,566	38,913
Biological assets	60,616	67,186
Investment properties	68,209	69,720
Goodwill on consolidation	510	510
Interest in associates	29,741	27,515
Deferred tax assets	3,835	4,522
	199,477	208,366
Current Assets		
Inventories	54,757	61,222
Trade and other receivables	87,703	60,664
Due from related companies	13	1
Cash and bank balances	221,025	216,900
	363,498	338,787
TOTAL ASSETS	**562,975**	**547,153**
EQUITY AND LIABILITIES		
Equity attributable to owners of the parent		
Share capital	82,427	82,427
Share premium	534	534
Treasury shares	(3,604)	(3,604)
Other reserves	(4,921)	545
Retained earnings	392,392	355,287
	466,828	435,189
Non-controlling interest	22,595	20,444
Total Equity	489,423	455,633
Non-Current Liabilities		
Borrowings	-	2,037
Retirement benefit obligations	1,338	1,146
Deferred tax liabilities	1,026	-
	2,364	3,183
Current Liabilities		
Trade and other payables	66,164	79,542
Tax payable	4,991	8,726
Due to related companies	33	69
	71,188	88,337
Total Liabilities	73,552	91,520
TOTAL EQUITY AND LIABILITIES	**562,975**	**547,153**
Net assets per share attributable to ordinary equity holders of the Company (RM)	5.80	5.41

(The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the year ended 31 March 2012 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 2013

	<---------- Attributable to Owners of the Parent ----------								>		
	<---------- Non-Distributable						---------->	Distributable			
	Share Capital	Share Premium	Treasury Shares	Other Reserves	Asset Revaluation Reserve	Foreign Translation Reserve	Equity Contribution From Parent	Retained Earnings	Total	Non-controlling Interests	Total Equity
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
At 01 April 2011	82,427	534	(3,604)	(3,047)	1,530	(4,577)	-	304,504	380,814	20,049	400,863
Total comprehensive income for the period	-	-	-	(92)	-	(92)	-	71,907	71,815	7,010	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)	(4,711)
Dividends Paid	-	-	-	-	-	-	-	(21,124)	(21,124)	-	(21,124)
Redemption of loan stocks	-	-	-	-	-	-	-	-	-	(1,904)	(1,904)
At 31 March 2012	82,427	534	(3,604)	545	1,530	(4,669)	3,684	355,287	435,189	20,444	455,633
At 01 April 2012	82,427	534	(3,604)	545	1,530	(4,669)	3,684	355,287	435,189	20,444	455,633
Total comprehensive income for the period	-	-	-	(5,605)	-	(5,605)	-	58,229	52,624	3,670	56,294
Grant of equity-settled share options to employees	-	-	-	139	-	-	139	-	139	-	139
Dividend paid	-	-	-	-	-	-	-	(21,124)	(21,124)	-	(21,124)
Redemption of loan stocks	-	-	-			-		-	-	(1,519)	(1,519)
At 31 March 2013	82,427	534	(3,604)	(4,921)	1,530	(10,274)	3,823	392,392	466,828	22,595	489,423

(The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Audited Financial Statements for the year ended 31 March 2012 and the accompanying explanatory notes attached to the interim financial statements)

FIMA CORPORATION BERHAD (21185-P)

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE FINAL QUARTER ENDED 31 MARCH 2013

	12 months ended	
	31/03/13	**31/03/12**
	RM'000	**RM'000**
CASH FLOW FROM OPERATING ACTIVITIES		
Profit before tax	88,839	107,505
Adjustments for:		
Depreciation for property, plant and equipment	12,032	11,783
Depreciation of investment properties	1,511	1,510
Amortisation of biological assets	3,932	4,130
Impairment loss on trade receivables	225	592
Write back of impairment loss on trade receivables	(298)	(56)
Impairment loss on other trade receivables	-	620
Writedown of inventories	1,344	409
Provision for retirement benefit obiligations	271	184
Gain on disposal of property, plant and equipment	(49)	(126)
Grant of equity-settled share options to employees	139	3,684
Share of results of associate	(2,226)	(5,250)
Interest expense	52	1,044
Interest income	(6,551)	(5,914)
Operating profit before working capital changes	99,221	120,115
(Increase)/decrease in receivables	(25,798)	17,382
Decrease/(increase) in inventories	4,589	(17,996)
Decrease in related companies balances	(48)	(84)
(Decrease)/increase in payables	(13,700)	14,928
Cash generated from operations	64,264	134,345
Tax paid	(30,508)	(29,929)
Retirement benefit paid	(40)	(47)
Net cash generated from operating activities	33,716	104,369
CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(10,772)	(10,494)
Additions to biological assets	(581)	(673)
Proceeds from disposal of property, plant and equipment	109	126
Proceeds from disposal of investment	-	11,812
Interest received	6,551	5,914
Redemption of loan stocks	(3,556)	(4,444)
Net cash (used in)/generated from investing activities	(8,249)	2,241
CASH FLOW FROM FINANCING ACTIVITIES		
Interest paid	(52)	(1,044)
Dividends paid	(21,124)	(21,124)
Dividends paid by a subsidiary to non-controlling interests	-	(4,711)
Repayment of short term borrowings	-	(35,000)
Net cash used in financing activities	(21,176)	(61,879)
CASH AND CASH EQUIVALENTS		
Net increase in cash and cash equivalents	4,291	44,731
Effect of foreign exchange rate changes in cash and cash equivalents	(166)	3,368
Cash and cash equivalents balances at beginning of period	216,900	168,801
Cash and cash equivalents at end of period	221,025	216,900
CASH AND CASH EQUIVALENTS COMPRISE OF :		
Cash and bank balances	6,173	5,800
Deposits with licensed banks	214,852	211,100
	221,025	216,900

(The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Audited Financial Statements for the year ended 31 March 2012 and the accompanying explanatory notes attached to the interim financial statements)

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 2012. 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 2012.

A2. Significant Accounting Policies

The significant accounting policies adopted are consistent with those of the statutory financial statements for the financial year ended 31 March 2012 except for the adoption of the following new and revised Financial Reporting Standards ("FRSs"), Amendments to FRSs and IC Interpretations.

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

On 1 April 2012, the Group adopted the following FRSs, Amendments to FRSs, IC Interpretations and Amendments to IC Interpretations:

- IC Interpretation 19 Extinguishing Financial Liabilities with Equity Instruments
- Amendments to IC Interpretation 14: Prepayments of a Minimum Funding Requirement
- Amendments to FRS 1: Severe Hyperinflation and Removal of Fixed Dates for First-time Adopters
- Amendments to FRS 7: Transfers of Financial Assets
- Amendments to FRS 112: Deferred Tax: Recovery of Underlying Assets
- FRS 124 Related Party Disclosures

The adoption of the above FRSs, Amendments to FRS and IC Interpretations did not have any effect on the financial performance or presentation of the financial statements of the Group.

A2. Significant Accounting Policies (Contd.)

(b) Standards and Interpretations issued but not yet effective

The Group has not earlier 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 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 and continue to use the existing Financial Reporting Standards (FRS) Framework for an additional one year. The adoption of the MFRS Framework by Transitioning Entities will be mandatory for annual periods beginning on or after 1 April 2014.

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 2015. 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 2015.

A3. Audit Qualification

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

A4. Seasonality or cyclicality 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.

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 todate.

A8. Dividends paid

		Cumulative Quarter Ended	
		31/03/13	**31/03/12**
		RM'000	**RM'000**
Final Dividend			
2011	15% + 5% Special Dividend less taxation 25% (Paid on 7 October 2011)	-	12,071
2012	15% + 5% Special Dividend less taxation 25% (Paid on 10 October 2012)	12,071	-
Interim Dividend			
2012	15% less taxation of 25% (Paid on 23 December 2011)	-	9,053
2013	15% less taxation of 25% (Paid on 28 December 2012)	9,053	-
		21,124	21,124

A9. Segmental Information

	12 Months Cumulative			
	Current Year Todate 31/03/13		**Preceding Year Corresponding Period 31/03/12**	
	Revenue RM'000	**Profit Before Tax RM'000**	**Revenue RM'000**	**Profit Before Tax RM'000**
Segments				
Production and trading of security and confidential documents	201,963	53,145	193,684	54,330
Oil palm production and processing	99,325	32,238	102,564	46,470
Property management	5,184	832	5,336	938
Others	-	398	-	517
	306,472	86,613	301,584	102,255
Share of results of associate	-	2,226	-	5,250
	306,472	88,839	301,584	107,505
Eliminations	(1,327)	-	(1,410)	-
Group Results	305,145	88,839	300,174	107,505

A10. Profit Before Tax

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

	Quarter ended		*12 Months Cumulative*	
	31/03/13	**31/03/12**	**31/03/13**	**31/03/12**
	RM'000	**RM'000**	**RM'000**	**RM'000**
Other income				
Management fees	6	6	24	24
Gain on disposal of property, plant and equipment	1	92	49	126
Operating expenses				
Depreciation and amortisation	4,536	4,172	17,475	17,423
^ Foreign exchange loss/(gain)	(76)	136	48	3,476
Impairment loss on trade receivables	14	10	225	592
Write back of impairment loss on trade receivables	(203)	-	(298)	(56)
Inventories written down	1,325	427	1,466	451
Reversal of inventories written down	(40)	(22)	(122)	(42)
# Share options granted under ESOS	139	64	139	3,684

Note:

^ Last year: Mainly attributable to realised foreign exchange loss on redemption of loan stock by subsidiary.

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 RM139,000 (2012: 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

There were no changes in the composition of the Group for the current quarter and financial period to date.

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

	As at 31/03/13 RM'000
Property, plant and equipment	
Approved and contracted for	6,760
Approved but not contracted for	10,101
Share of capital commitments of associated companies:	
Property, plant and equipment	
Approved and contracted for	13,581
Approved but not contracted for	282

A16. Acquisition of Property, Plant and Equipment

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

	Current Year Todate 31/03/13 RM'000
Plant and machinery	3,117
Motor vehicles	2,584
Buildings	4,868
Office equipment and fittings	203
	10,772

A17. Related Party Transactions

	Current Year Todate 31/03/13 RM'000
Penultimate Holding Company	
Kumpulan Fima Berhad	
Rental income receivable	(497)
Fellow Subsidiaries :	
Malaysian Transnational Trading Corporation Berhad	
Rental income receivable	(5)
Fima Instanco Sdn Bhd	
Rental income receivable	(60)
Related by virtue of having common director/(s)/shareholder/(s) :	
Nationwide Express Courier Services Berhad	
Rental income receivable	(82)
Purchases made - Delivery services	90
Nationwide Freight Forwarders Sdn Bhd	
Purchases made - Forwarding services	89
Related by virtue of having common director/(s)/shareholder/(s) :	
TD Technologies Sdn Bhd	
Purchases made - Software rental	91
First Zanzibar Sdn Bhd	
Purchases made - IT support	10
Associated Company :	
Giesecke & Devrient Malaysia Sdn Bhd	
Management services receivable	(24)

A18. Inventories

During the quarter, the amount of inventories written down was RM1,285,000.

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

B1. Review of Performance

	Year Todate 31/03/13 RM'000	Year Todate 31/03/12 RM'000	Variance RM'000	Variance %
Group				
Revenue	305,145	300,174	4,971	1.7
Profit before tax	88,839	107,505	(18,666)	(17.4)

For the year ended 31 March 2013, the Group's revenue rose by RM5.0 million or 1.7% to RM305.1 million from RM305.1 million last year. The improvement was mainly due to 4.3% increase in revenue from production and trading of security and confidential documents, offset by a decrease of 3.2% from oil palm production and processing.

Due to higher direct cost and unfavourable sales mix, profit before tax decreased by RM18.7 million or 17.4% to RM88.8 million from RM107.5 million last year.

	Year Todate 31/03/13 RM'000	Year Todate 31/03/12 RM'000	Variance RM'000	Variance %
Production and trading of security and confidential documents				
Revenue	201,963	193,684	8,279	4.3
Profit before tax	53,145	54,330	(1,185)	(2.2)

Revenue todate from this segment of RM202.0 million closed RM8.3 million or 4.3% higher compared to RM193.7 million revenue recorded last year, mainly due to higher sales volume of travelling documents. Pretax profit declined by RM1.2 million to RM53.1 million from RM54.3 million posted last year. The shortfall was mainly due to unfavourable sales mix and higher write down of inventories.

	Year Todate 31/03/13 RM'000	Year Todate 31/03/12 RM'000	Variance RM'000	Variance %
Oil palm production and processing				
Revenue	99,325	102,564	(3,239)	(3.2)
Profit before tax	32,238	46,470	(14,232)	(30.6)
Sales Quantity (mt)				
Crude palm oil (CPO)	46,082	39,089	6,993	17.9
Crude palm kernel oil (CPKO)	-	3,392	(3,392)	(100.0)
Average CIF selling price, net of duty (RM/mt)				
CPO	2,155	2,430 *	(275)	(11.3)
CPKO	-	3,160	N/A	N/A

Revenue for the financial year from oil palm production and processing of RM99.3 million was RM3.2 million or 3.2% lower than last year, mainly due to zero sales of CPKO and lower selling price of CPO. This segment posted a profit before tax of RM32.2 million, RM14.2 million or 30.6% lower than last year. The shortfall was mainly due to lower revenue and higher upkeep costs.

Note

* For comparison purposes, last year's FOB selling price, net of freight charges, is regrossed to CIF price.

B1. Review of Performance (Contd.)

	Year Todate 31/03/13 RM'000	Year Todate 31/03/12 RM'000	Variance RM'000	Variance %
Property Management				
Revenue	5,184	5,336	(152)	(2.8)
Profit before tax	832	938	(106)	(11.3)

Pretax profit from property management decreased by RM106,000 to RM832,000 from RM938,000 last year, mainly due to lower revenue arising from a decrease in occupancy rate of Plaza Damansara building.

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

	Current Quarter RM'000	Preceding Quarter RM'000	Variance RM'000	Variance %
Group				
Revenue	75,901	72,605	3,296	4.5
Profit before tax	19,803	19,202	601	3.1

For the final quarter, the Group registered a pretax profit of RM19.8 million with a revenue of RM75.9 million compared to RM19.2 million pretax profit on the back of RM72.6 million revenue in the third quarter.

	Current Quarter RM'000	Preceding Quarter RM'000	Variance RM'000	Variance %
Production and trading of security and confidential documents				
Revenue	46,297	49,318	(3,021)	(6.1)
Profit before tax	9,659	12,120	(2,461)	(20.3)

Revenue from production of security and confidential documents for the quarter under review of RM46.3 million was RM3.0 million lower than preceding quarter. On the back of lower revenue and less favourable sales mix, pretax profit decreased by RM2.5 million to RM9.7 million this quarter.

	Current Quarter RM'000	Preceding Quarter RM'000	Variance RM'000	Variance %
Oil palm production and processing				
Revenue	28,715	22,336	6,379	28.6
Profit before tax	10,148	5,615	4,533	80.7
Sale of CPO				
Quantity (mt)	26,143	12,733	13,410	105.3
Average CIF selling price, net of duty (RM)	1,953	2,235	(282)	(12.6)

This segment's revenue of RM28.7 million for the quarter under review was RM6.4 million higher than the preceding quarter due to higher sales volume of CPO, albeit lower selling price. The higher revenue contributed a higher pretax profit of RM10.1 million compared to RM5.6 million pretax profit in the preceding quarter.

B3. Prospects

Next year's outlook for production of security and confidential documents continues to remain steady as most of its core products are under secured contract.

Despite uncertainties in CPO prices and challleging growth in the global markets, the oil palm production and processing segment is expected to remain positive. The Group will continue its relentless efforts to maximise operational efficiencies to mitigate any adverse financial impact.

Barring any unforeseen circumstances, the Board expects the Group's performance to be satisfactory for 2013/2014.

B4. Variance of actual profit from forecast profit

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

B5. Taxation

	Current Quarter 31/03/13 RM'000	Current Year Todate 31/03/13 RM'000
Income tax:		
Current year	8,911	24,550
Under provision in prior year	-	729
	8,911	25,279
Deferred tax:		
Current year	(536)	(536)
Under provision in prior year	2,197	2,197
	1,661	1,661
Total	10,572	26,940

The effective tax rate on Group's profit todate is higher than the statutory tax rate mainly due to under provision of deferred tax and income tax in respect of prior years and certain expenses disallowed for taxation purposes.

B6. (a) Corporate proposals

Saved as disclosed below, there are no corporate proposals announced but not completed at the date of this report.

On 24 December 2012, the Company announced that Cendana Laksana Sdn Bhd, a wholly-owned subsidiary of FCB Plantation Holdings Sdn Bhd which in turn is a wholly-owned subsidiary of Fima Corporation Berhad had on 24 December 2012 entered into a conditional Sale and Purchase Agreement with Lemo Sdn Bhd (Receiver and Manager Appointed), Khusamy Musa bin Muhammad and Khuzairy Musa bin Muhammad for the acquisition of 2 parcels of agricultural leasehold land in Kemaman, Negeri Terengganu measuring approximately 1,940.73 acres (hereinafter referred to as the "Lands") for a total purchase consideration of RM29,110,000.

Save and except for the conditions precedent stated below, the conditions precedent stipulated in the abovementioned conditional Sale and Purchase Agreement have yet to be fulfilled.

i. Under the Guidelines for Acquisition of Properties, approval of the Economic Planning Unit of the Prime Minister's Department is not required and therefore, the condition precedent is deemed fulfilled.

ii. The consent to transfer the Lands in favour of the Purchaser from Lembaga Kemajuan Terengganu Tengah pursuant to the express conditions endorsed on the Lands was obtained on 27 January 2013.

B6. (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.

B8. Realised/unrealised profits/(losses)

	As at 31/03/13 RM'000	As at 31/03/12 RM'000
Total retained profits/(accumulated losses) of Fima Corporation Berhad and its subsidiaries:		
- Realised	369,576	329,313
- Unrealised	(10,965)	(9,251)
	358,611	320,062
Total share of retained profits/(accumulated losses) from associated company:		
- Realised	23,530	21,208
- Unrealised	(3,789)	(3,693)
	19,741	17,515
Add: Consolidation adjustments	14,040	17,710
Total group retained profits as per consolidated accounts	392,392	355,287

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 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. The Company had made full provision for the compensation claim of RM2.12 million during the financial year ended 31 March 2009.

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 single-tier special dividend of 5% and a final dividend of 18.5% less taxation of 25% for the year ending 31 March 2013 (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 RM15.2 million (last year: RM12.1 million) and will be paid on a date to be announced.

B11. Earnings per share

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter 31/03/13	Preceding Year Corresponding Quarter 31/03/12	Current Year To Date 31/03/13	Preceding Year Corresponding Period 31/03/12
Earnings				
Profit attributable to owners of the Company (RM'000)	8,742	16,752	58,229	71,907
Basic Earning per Share				
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)	10.86	20.82	72.36	89.36

BY ORDER OF THE BOARD

LEE MO LENG
MOHD YUSOF BIN PANDAK YATIM
Company Secretaries

Kuala Lumpur
Date: 23 May 2013