FIMA CORPORATION BERHAD (21185-P)

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE FIRST QUARTER ENDED 30 JUNE 2013
(THE FIGURES HAVE NOT BEEN AUDITED)

	Current Quarter		*3 Months Cumulative*	
	Current Year Quarter 30/06/13 RM'000	**Preceding Year Corresponding Quarter 30/06/12 RM'000**	**Current Year To Date 30/06/13 RM'000**	**Preceding Year Corresponding Period 30/06/12 RM'000**
Revenue	76,121	72,907	76,121	72,907
Cost of sales	(45,852)	(42,449)	(45,852)	(42,449)
Gross profit	**30,269**	**30,458**	**30,269**	**30,458**
Interest income	1,143	1,169	1,143	1,169
Other income	6	6	6	6
Administrative expenses	(4,373)	(3,574)	(4,373)	(3,574)
Selling and marketing expenses	(231)	(271)	(231)	(271)
Other operating expenses	(4,412)	(4,270)	(4,412)	(4,270)
Share of results from associates	(1,011)	1,066	(1,011)	1,066
Profit before tax	21,391	24,584	21,391	24,584
Income tax expense	(6,131)	(5,869)	(6,131)	(5,869)
Profit net of tax	**15,260**	**18,715**	**15,260**	**18,715**
Other comprehensive income, net of tax				
Foreign currency translation gain	986	787	986	787
Other comprehensive income for the period	986	787	986	787
Total comprehensive income for the period	**16,246**	**19,502**	**16,246**	**19,502**
Profit attributable to :				
Equity holders of the Company	13,964	17,548	13,964	17,548
Non-controlling interests	1,296	1,167	1,296	1,167
Profit for the period	**15,260**	**18,715**	**15,260**	**18,715**
Total comprehensive income attributable to :				
Equity holders of the Company	14,950	18,335	14,950	18,335
Non-controlling interests	1,296	1,167	1,296	1,167
Total comprehensive income for the period	**16,246**	**19,502**	**16,246**	**19,502**
Earnings per share attributable to equity holders of the Company				
Basic/diluted earnings per share (sen)	17.35	21.81	17.35	21.81

(The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Audited Financial Statements for the year ended 31 March 2013 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 30/06/13 (unaudited)	As at Preceding Financial Year End 31/03/13 (audited)
	RM'000	RM'000
ASSETS		
Non-Current Assets		
Property, plant & equipment	35,410	36,566
Biological assets	60,004	60,616
Investment properties	67,831	68,209
Goodwill on consolidation	510	510
Investments in associates	28,731	29,741
Deferred tax assets	3,835	3,835
	196,321	199,477
Current Assets		
Inventories	68,214	54,757
Trade and other receivables	54,331	87,703
Due from related companies	-	13
Cash and cash equivalents	270,307	221,025
	392,852	363,498
TOTAL ASSETS	**589,173**	**562,975**
EQUITY AND LIABILITIES		
Equity attributable to equity holders of the Company		
Share capital	82,427	82,427
Share premium	534	534
Treasury shares	(3,604)	(3,604)
Other reserves	(3,935)	(4,921)
Retained earnings	406,356	392,392
	481,778	466,828
Non-controlling interests	23,891	22,595
Total Equity	505,669	489,423
Non-Current Liabilities		
Retirement benefit obligations	1,325	1,338
Deferred tax liabilities	1,033	1,026
	2,358	2,364
Current Liabilities		
Trade and other payables	78,153	66,164
Tax payable	2,897	4,991
Due to related companies	96	33
	81,146	71,188
Total Liabilities	83,504	73,552
TOTAL EQUITY AND LIABILITIES	**589,173**	**562,975**
Net assets per share attributable to ordinary equity holders of the Company (RM)	5.99	5.80

(The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the year ended 31 March 2013 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 FIRST QUARTER ENDED 30 JUNE 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 1 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	-	-	-	787	-	787	-	17,548	18,335	1,167	19,502
At 30 June 2012	82,427	534	(3,604)	1,332	1,530	(3,882)	3,684	372,835	453,524	21,611	475,135
At 1 April 2013	82,427	534	(3,604)	(4,921)	1,530	(10,274)	3,823	392,392	466,828	22,595	489,423
Total comprehensive income for the period	-	-	-	986	-	986	-	13,964	14,950	1,296	16,246
At 30 June 2013	82,427	534	(3,604)	(3,935)	1,530	(9,288)	3,823	406,356	481,778	23,891	505,669

(The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Audited Financial Statements for the year ended 31 March 2013 and the accompanying explanatory notes attached to the interim financial statements)

FIMA CORPORATION BERHAD (21185-P)

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE FIRST QUARTER ENDED 30 JUNE 2013

	3 months ended 30/06/13	3 months ended 30/06/12
	RM'000	RM'000
CASH FLOW FROM OPERATING ACTIVITIES		
Profit before tax	21,391	24,584
Adjustments for:		
Depreciation for property, plant and equipment	3,035	3,083
Depreciation of investment properties	378	378
Amortisation of biological assets	993	1,039
Impairment loss on trade receivables	-	877
Write back of impairment loss on trade receivables	(165)	-
Writedown of inventories	164	-
Reversal of inventories written down	(87)	(77)
Provision for retirement benefit obiligations	7	19
Share of results of associate	1,011	(1,066)
Interest income	(1,143)	(1,169)
Operating profit before working capital changes	25,584	27,668
Decrease/(increase) in receivables	28,408	(5,711)
Increase in inventories	(13,534)	(5,068)
Decrease in related companies balances	76	6
Increase/(decrease) in payables	11,989	(12,045)
Cash generated from operations	52,523	4,850
Tax paid	(3,081)	(5,187)
Retirement benefit paid	(26)	(5)
Net cash generated from/(used in) operating activities	49,416	(342)
CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(1,727)	(2,059)
Additions to biological assets	-	(16)
Interest received	1,143	1,169
Net cash used in investing activities	(584)	(906)
CASH AND CASH EQUIVALENTS		
Net increase in cash and cash equivalents	48,832	(1,248)
Effect of foreign exchange rate changes in cash and cash equivalents	450	283
Cash and cash equivalents balances at beginning of period	221,025	216,900
Cash and cash equivalents at end of period	270,307	215,935
CASH AND CASH EQUIVALENTS COMPRISE OF :		
Cash and bank balances	2,766	6,587
Deposits with licensed banks	267,541	209,348
	270,307	215,935

(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 2013. 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 2013.

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 2013 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 2013, the Group adopted the following FRSs and Amendments to FRSs:-

- Amendments to FRS 101: Presentation of Financial Statements (Improvements to FRSs (2012))
- FRS 10 Consolidated Financial Statements
- FRS 11 Joint Arrangements
- FRS 12 Disclosure of Interests in Other Entities
- FRS 13 Fair Value Measurement
- FRS 119 Employee Benefits
- FRS 127 Separate Financial Statements
- FRS 128 Investment in Associate and Joint Ventures
- Amendments to FRS 7: Disclosures - Offsetting Financial Assets and Financial Liabilities
- Amendments to FRS 1: First-time Adoption of Malaysian Financial Reporting Standards - Government Loans
- Amendments to FRS 1: First-time Adoption of Malaysian Financial Reporting Standards (Improvements to FRSs (2012))
- Amendments to FRS 116: Property, Plant and Equipment (Improvements to FRSs (2012))
- Amendments to FRS 132: Financial Instruments: Presentation (Improvements to FRSs (2012))
- Amendments to FRS 134: Interim Financial Reporting (Improvements to FRSs (2012))
- Amendments to FRS 10: Consolidated Financial Statements: Transition Guidance
- Amendments to FRS 12: Disclosure of Interests in Other Entities: Transition Guidance

The adoption of the above FRSs and Amendments to FRS 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 132: Offsetting Financial Assets and Financial Liabilities	1 January 2014
Amendments to FRS 10, FRS 12 and FRS 127: Investment Entities	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") in conjunction with its planned convergence of FRSs with International Financial Reporting Standards ("IFRS") as issued by the International Accounting Standards Board on 1 January 2012.

The MFRS Framework is a fully IFRS-compliant framework, equivalent to IFRSs which is manatory for adoption by all Entities Other than Private Entities for annual periods beginning on or after 1 January 2012, with the exception for Transitioning Entities. Transitioning Entities, being entities which are subject to the application of MFRS 141 Agriculture and/or IC Interpretation 15 Agreements for Construction of Real Estate are given an option to defer adoption of the MFRS Framework for one year. Consequently, adoption of the MFRS Framework by Transitioning Entities will be mandatory for annual periods beginning on or after 1 January 2012. Transitioning Entities also include those entities that consolidate, equity account or proportionately consolidate an entity that has chosen to continue to apply the FRS Framework for annual periods beginning on or after 1 January 2012.

On 30 June 2012, MASB has decided to allow agriculture and real estate companies ("Transitioning Entities") to defer the adoption of the MFRS Framework for another year. MFRS will therefore be mandated for all companies for annual periods beginning on or after 1 January 2013. This decision comes after an extensive deliberation by MASB and taking into account both local and international developments affecting these standards.

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 interim financial statements for the quarter ending 30 June 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 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

There were no dividends paid in the current quarter (last year: nil).

A9. Segmental Information

	3 Months Cumulative			
	Current Year Todate 30/06/13		**Preceding Year Corresponding Period 30/06/12**	
	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	52,505	13,221	52,110	15,273
Oil palm production and processing	22,623	8,795	19,813	7,767
Property management	1,372	250	1,346	297
Others	-	136	-	181
	76,500	22,402	73,269	23,518
Share of results of associate	-	(1,011)	-	1,066
	76,500	21,391	73,269	24,584
Eliminations	(379)	-	(362)	-
Group Results	76,121	21,391	72,907	24,584

A10. Profit Before Tax

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

	Quarter ended		*3 Months Cumulative*	
	30/06/13	**30/06/12**	**30/06/13**	**30/06/12**
	RM'000	**RM'000**	**RM'000**	**RM'000**
Other income				
Management fees	6	6	6	6
Operating expenses				
Depreciation and amortisation	4,406	4,500	4,406	4,500
Foreign exchange loss	-	115	-	115
Impairment loss on trade receivables	-	877	-	877
Write back of impairment loss on trade receivables	(165)	-	(165)	-
Inventories written down	164	-	164	-
Reversal of inventories written down	(87)	(77)	(87)	(77)

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 30/06/13
	RM'000
Property, plant and equipment	
Approved and contracted for	10,217
Approved but not contracted for	18,013
Share of capital commitments of associated companies:	
Property, plant and equipment	
Approved and contracted for	1,766

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 30/06/13 RM'000
Plant and machinery	696
Buildings	673
Office equipment and fittings	358
	1,727

A17. Related Party Transactions

	Current Year Todate 30/06/13 RM'000
Penultimate Holding Company	
Kumpulan Fima Berhad	
Rental income receivable	(145)
Management fees payable	30
Fellow Subsidiaries :	
Fima Instanco Sdn Bhd	
Rental income receivable	(30)
Related by virtue of having common director/(s) of the Company :	
Nationwide Express Courier Services Berhad	
Rental income receivable	(19)
Purchases made - Delivery services	23
Related by virtue of director/(s) of the Company and/or Group having substantial interest:	
PT Pohon Emas Lestari	
Purchase of fresh fruit bunches	2,273
First Zanzibar Sdn Bhd	
Services payable - IT support	12
Associated Company :	
Giesecke & Devrient Malaysia Sdn Bhd	
Management services receivable	(6)

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

	Year Todate		Variance	
	30/06/13	30/06/12		
	RM'000	RM'000	RM'000	%
Group				
Revenue	76,121	72,907	3,214	4.4
Profit before tax	21,391	24,584	(3,193)	(13.0)

For the 1st quarter, the Group's revenue increased to RM76.1 million from RM72.9 million recorded in the corresponding period last year, an increase of RM3.2 million or 4.4%. The increase was mainly attributable to higher revenue generated from oil palm production and processing.

Pretax profit recorded for the period under review was RM21.4 million, representing a decrease of RM3.2 million or 13.0% over the same period last year. Share of loss in associate company, Giesecke & Devrient Malaysia Sdn Bhd was RM1.0 million, a shortfall of RM2.1 million compared to share of profit of RM1.1 million registered in the corresponding period last year.

	Year Todate		Variance	
	30/06/13	30/06/12		
	RM'000	RM'000	RM'000	%
Production and trading of security and confidential documents				
Revenue	52,505	52,110	395	0.8
Profit before tax	13,221	15,273	(2,052)	(13.4)

Revenue from production and trading of security and confidential documents increased marginally by 0.8% to RM52.5 million from RM52.1 million last year. Pretax profit decreased by RM2.1 million or 13.4% compared to the corresponding period last year, mainly attributable to less favourable sales mix.

	Year Todate		Variance	
	30/06/13	30/06/12		
	RM'000	RM'000	RM'000	%
Oil palm production and processing				
Revenue	22,623	19,813	2,810	14.2
Profit before tax	8,795	7,767	1,028	13.2
Sales Quantity (mt)				
Crude palm oil (CPO)	10,066	7,205	2,861	39.7
Crude palm kernel oil (CPKO)	1,106	-	1,106	-
Average CIF selling price, net of duty (RM/mt)				
CPO	1,959	2,750	(791)	(28.8)
CPKO	1,874	-	1,874	-

Revenue from oil palm production and processing was RM2.8 million or 14.2% higher than the corresponding period last year. The increase was attributable to higher sales volume of crude palm oil ("CPO") and crude palm kernel oil ("CPKO"). Sale of 10,066 mt CPO at RM1,959/mt and 1,106 mt CPKO at RM1,874/mt was recorded todate whilst 7,205 mt CPO at RM2,750/mt was sold in the corresponding period last year. On the back of higher revenue, RM8.8 million pretax profit was registered, an improvement of RM1.0 million or 13.2% over the same period last year.

B1. Review of Performance (Contd.)

	Year Todate		Variance	
	30/06/13	30/06/12		
	RM'000	RM'000	RM'000	%
Property Management				
Revenue	1,372	1,346	26	1.9
Profit before tax	250	297	(47)	(15.8)

Performance of the property management division remained constant with no significant changes.

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

	Current Quarter	Preceding Quarter	Variance	
	RM'000	RM'000	RM'000	%
Group				
Revenue	76,121	75,901	220	0.3
Profit before tax	21,391	19,803	1,588	8.0

During the quarter under review, the Group posted a revenue of RM76.1 million with a pretax profit of RM21.4 million as compared to RM19.8 million pretax profit on the back of RM75.9 million revenue in the preceding quarter.

	Current Quarter	Preceding Quarter	Variance	
	RM'000	RM'000	RM'000	%
Production and trading of security and confidential documents				
Revenue	52,505	46,297	6,208	13.4
Profit before tax	13,221	9,659	3,562	36.9

Production of security and confidential documents revenue increased by RM6.2 million or 13.4% from the preceding quarter, mainly due to improved volume for travel documents. In line with the increase in revenue coupled with favourable sales mix, pretax profit improved by RM3.6 million for the current quarter.

	Current Quarter	Preceding Quarter	Variance	
	RM'000	RM'000	RM'000	%
Oil palm production and processing				
Revenue	22,623	28,715	(6,092)	(21.2)
Profit before tax	8,795	10,148	(1,353)	(13.3)
Sales Quantity (mt)				
Crude palm oil (CPO)	10,066	12,733	(2,667)	(20.9)
Crude palm kernel oil (CPKO)	1,106	-	1,106	-
Average CIF selling price, net of duty (RM/mt)				
CPO	1,959	2,235	(276)	(12.3)
CPKO	1,874	-	1,874	-

Revenue from this segment for the current quarter at RM22.6 million was RM6.1 million or 21.2% lower than the preceding quarter, mainly due to lower sales volume of CPO. A pretax profit of RM8.8 million was posted, a decline of RM1.3 million or 13.3% compared to preceding quarter.

B3. Prospects

An investment of RM18.0 million in equipment is projected this year as the production of security and confidential documents segment continues to focus on new product, production efficiency and quality. For the remaining quarters of the financial year, this segment is expected to perform satisfactorily.

The performance of oil palm production and processing is subject to market forces and weather conditions. Notwithstanding this, the outlook of this segment remains positive as the Management will continue its relentless efforts to maximize its operational efficiencies.

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 30/06/13	Current Year Todate 30/06/13
	RM'000	RM'000
Tax charge	6,131	6,131

The effective tax rate on Group's profit todate is higher than the statutory tax rate mainly due to 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), Khuzamy 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.

iii. The approval of the Estate Land Board to the transfer of the Lands in favour of the Purchaser was obtained on 10 March 2013.

iv. The State's Authority's consent to the transfer of the Lands in favour of the Purchaser was obtained as per letter from Pejabat Tanah, Kemaman, Terengganu dated 11 April 2013 which was received on 22 July 2013.

Pursuant to Clause 3.9 of the SPA, the period for fulfillment of the Conditions Precedent as set out in the SPA has been automatically extended for a further period of 6 months i.e. from 24 June 2013 to 23 December 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 30/06/13 RM'000	As at 31/03/12 RM'000
Total retained profits/(accumulated losses) of Fima Corporation Berhad and its subsidiaries:		
- Realised	386,582	369,576
- Unrealised	(11,700)	(10,965)
	374,882	358,611
Total share of retained profits/(accumulated losses) from associated company:		
- Realised	22,199	23,530
- Unrealised	(3,468)	(3,789)
	18,731	19,741
Add: Consolidation adjustments	12,743	14,040
Total group retained profits as per consolidated accounts	406,356	392,392

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. There has been no development since 27 September 2011.

B10. Dividend

For the current quarter under review, no dividend has been proposed and declared (last year: nil).

B11. Earnings per share

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter 30/06/13	**Preceding Year Corresponding Quarter 30/06/12**	**Current Year To Date 30/06/13**	**Preceding Year Corresponding Period 30/06/12**
Earnings				
Profit attributable to owners of the Company (RM'000)	13,964	17,548	13,964	17,548
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)	17.35	21.81	17.35	21.81

BY ORDER OF THE BOARD

LEE MO LENG
MOHD YUSOF BIN PANDAK YATIM
Company Secretaries

Kuala Lumpur
Date: 27 August 2013