FIMA CORPORATION BERHAD

FIMA CORPORATION BERHAD (21185-P)

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

	Current Quarter		*6 Months Cumulative*	
	Current Year Quarter 30/09/13 RM'000	**Preceding Year Corresponding Quarter 30/09/12 RM'000**	**Current Year To Date 30/09/13 RM'000**	**Preceding Year Corresponding Period 30/09/12 RM'000**
Revenue	82,527	83,732	158,648	156,639
Cost of sales	(50,329)	(51,185)	(96,181)	(93,634)
Gross profit	**32,198**	**32,547**	**62,467**	**63,005**
Interest income	1,905	1,643	3,048	2,812
Other income	1,065	24	1,071	30
Administrative expenses	(4,792)	(4,943)	(9,165)	(8,517)
Selling and marketing expenses	(849)	(418)	(1,080)	(689)
Other operating expenses	(4,543)	(3,766)	(8,955)	(8,036)
Share of results from associates	1,269	163	258	1,229
Profit before tax	26,253	25,250	47,644	49,834
Income tax expense	(6,764)	(6,255)	(12,895)	(12,124)
Profit net of tax	**19,489**	**18,995**	**34,749**	**37,710**
Other comprehensive income, net of tax				
Foreign currency translation loss	(19,004)	(5,296)	(18,018)	(4,509)
Other comprehensive income for the period	(19,004)	(5,296)	(18,018)	(4,509)
Total comprehensive income for the period	**485**	**13,699**	**16,731**	**33,201**
Profit attributable to :				
Equity holders of the Company	19,135	17,687	33,099	35,235
Non-controlling interests	354	1,308	1,650	2,475
Profit for the period	**19,489**	**18,995**	**34,749**	**37,710**
Total comprehensive income attributable to :				
Equity holders of the Company	131	12,391	15,081	30,726
Non-controlling interests	354	1,308	1,650	2,475
Total comprehensive income for the period	**485**	**13,699**	**16,731**	**33,201**
Earnings per share attributable to equity holders of the Company				
Basic/diluted earnings per share (sen)	23.78	21.98	41.13	43.79

(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 30/09/13 (unaudited)	As at Preceding Financial Year End 31/03/13 (audited)
	RM'000	RM'000
ASSETS		
Non-Current Assets		
Property, plant & equipment	38,678	36,566
Biological assets	51,120	60,616
Investment properties	67,453	68,209
Goodwill on consolidation	510	510
Investments in associates	30,000	29,741
Deferred tax assets	3,835	3,835
	191,596	199,477
Current Assets		
Inventories	67,784	54,757
Trade and other receivables	83,751	87,703
Due from related companies	-	13
Cash and cash equivalents	225,873	221,025
	377,408	363,498
TOTAL ASSETS	**569,004**	**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	(22,939)	(4,921)
Retained earnings	410,302	392,392
	466,720	466,828
Non-controlling interests	19,537	22,595
Total Equity	486,257	489,423
Non-Current Liabilities		
Retirement benefit obligations	1,215	1,338
Deferred tax liabilities	902	1,026
	2,117	2,364
Current Liabilities		
Trade and other payables	61,047	66,164
Tax payable	2,861	4,991
Due to related companies	1,533	33
Dividends payable	15,189	-
	80,630	71,188
Total Liabilities	82,747	73,552
TOTAL EQUITY AND LIABILITIES	**569,004**	**562,975**
Net assets per share attributable to ordinary equity holders of the Company (RM)	5.80	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 SECOND QUARTER ENDED 30 SEPTEMBER 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	-	-	-	(4,509)	-	(4,509)	-	35,235	30,726	2,475	33,201
Dividend payable	-	-	-		-	-		(9,053)	(9,053)	-	(9,053)
Redemption of loan stocks	-	-	-	-	-	-	-	-	-	(1,519)	(1,519)
At 30 September 2012	82,427	534	(3,604)	(3,964)	1,530	(9,178)	3,684	381,469	456,862	21,400	478,262
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	-	-	-	(18,018)	-	(18,018)	-	33,099	15,081	1,650	16,731
Dividend paid to non-controlling interests	-	-	-	-	-	-	-	-	-	(4,708)	(4,708)
Dividend payable	-	-	-		-	-	-	(15,189)	(15,189)	-	(15,189)
At 30 September 2013	82,427	534	(3,604)	(22,939)	1,530	(28,292)	3,823	410,302	466,720	19,537	486,257

(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 SECOND QUARTER ENDED 30 SEPTEMBER 2013

	6 months ended 30/09/13	6 months ended 30/09/12
	RM'000	RM'000
CASH FLOW FROM OPERATING ACTIVITIES		
Profit before tax	47,644	49,834
Adjustments for:		
Depreciation for property, plant and equipment	5,997	6,001
Depreciation of investment properties	756	756
Amortisation of biological assets	1,732	1,978
Impairment loss on trade receivables	76	877
Write back of impairment loss on trade receivables	(189)	(68)
Writedown of inventories	168	(77)
Reversal of inventories written down	(130)	140
Provision for retirement benefit obiligations	22	34
Gain on disposal of property, plant and equipment	(221)	-
Gain from plantation investment compensation	(838)	-
Share of results of associate	(259)	(1,229)
Interest income	(3,048)	(2,812)
Operating profit before working capital changes	51,710	55,434
Increase in receivables	(3,310)	(33,570)
(Increase)/decrease in inventories	(13,065)	320
Increase/(decrease) in related companies balances	1,513	(743)
Decrease in payables	(5,117)	(8,029)
Cash generated from operations	31,731	13,412
Tax paid	(7,655)	(13,819)
Retirement benefit paid	(26)	(21)
Net cash generated from/(used in) operating activities	24,050	(428)
CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(11,101)	(7,374)
Additions to biological assets	-	(191)
Proceeds from disposal of property, plant and equipment	221	-
Plantation investment compensation	1,180	-
Interest received	3,048	2,812
Redemption of loan stocks	-	(3,556)
Net cash used in investing activities	(6,652)	(8,309)
CASH FLOW FROM FINANCING ACTIVITIES		
Dividends paid by a subsidiary to non-controlling interests	(4,708)	-
Net cash used in financing activities	(4,708)	-
CASH AND CASH EQUIVALENTS		
Net increase in cash and cash equivalents	12,690	(8,737)
Effect of foreign exchange rate changes in cash and cash equivalents	(7,842)	(971)
Cash and cash equivalents balances at beginning of period	221,025	216,900
Cash and cash equivalents at end of period	225,873	207,192
CASH AND CASH EQUIVALENTS COMPRISE OF :		
Cash and bank balances	4,159	9,672
Deposits with licensed banks	221,714	197,520
	225,873	207,192

(The Condensed Consolidated Statement of Cash Flows 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)

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 mandatory 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 2014. 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.

Subsequent to MASB announcement on 30 June 2012, MASB had on 7 August 2013 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 2015. 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 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 2016.

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

At the Annual General Meeting held on 24 September 2013, the Company's shareholders had approved a final dividend of 18.5% less 25% tax and a single-tier special dividend of 5% for financial year ended 31 March 2013. The dividend amounting to RM15.2 million was subsequently paid on 10 October 2013.

A9. Segmental Information

	6 Months Cumulative			
	Current Year Todate 30/09/13		**Preceding Year Corresponding Period 30/09/12**	
	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	114,946	32,804	106,348	31,366
Oil palm production and processing	41,701	13,816	48,274	16,475
Property management	2,710	439	2,673	490
Others	-	327	-	274
	159,357	47,386	157,295	48,605
Share of results of associate	-	258	-	1,229
	159,357	47,644	157,295	49,834
Eliminations	(709)	-	(656)	-
Group Results	158,648	47,644	156,639	49,834

A10. Profit Before Tax

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

	Quarter ended		*6 Months Cumulative*	
	30/09/13	**30/09/12**	**30/09/13**	**30/09/12**
	RM'000	**RM'000**	**RM'000**	**RM'000**
Other income				
Management fees	6	6	12	12
Gain on disposal of property, plant and equipment	221	-	221	-
Gain from plantation investment compensation #	838	-	838	
Operating expenses				
Depreciation and amortisation	4,079	4,235	8,485	8,735
Foreign exchange loss	(156)	(6)	(156)	109
Impairment loss on trade receivables	76	-	76	877
Write back of impairment loss on trade receivables	(24)	(68)	(189)	(68)
Inventories written down	4	140	168	140
Reversal of inventories written down	(43)	-	(130)	(77)

\# On 18 April 2013, an agreement was signed between PT. Nunukan Jaya Lestari ("PT NJL") and PT. Duta Tambang Rekayasa ("PT DTR") for utilization of PT NJL's palm oil cultivated area measuring up to 212 ha ("PT NJL's Planted Area") for mining activities. As at todate, only an area measuring 28.87 ha is directly affected.

PT DTR shall pay PT NJL a plantation investment compensation of USD100 per oil palm tree planted in PT NJL's Planted Area and a profit share of USD2.50 per tonne for all coal mined and shipped from the affected area. In July 2013, PT NJL received USD415,100 (equivalent to RM1.18 million) as plantation investment compensation for 4,151 oil palm trees felled, resulting a net gain of Rp2.89 billion (equivalent to RM838,000).

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 30/09/13 RM'000
Property, plant and equipment	
Approved and contracted for	2,193
Approved but not contracted for	16,165
Share of capital commitments of associated companies:	
Property, plant and equipment	
Approved and contracted for	3,755
Approved but not contracted for	160

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 30/09/13 RM'000
Plant and machinery	2,983
Motor vehicles	6
Buildings	2,038
Computer hardware and software	5,608
Office equipment and fittings	466
	11,101

A17. Related Party Transactions

	Current Year Todate 30/09/13 RM'000
Penultimate Holding Company	
Kumpulan Fima Berhad	
Rental income receivable	(298)
Management fees payable	60
Fellow Subsidiaries :	
Fima Instanco Sdn Bhd	
Rental income receivable	(60)
Related by virtue of having common director/(s) of the Company :	
Nationwide Express Courier Services Berhad	
Rental income receivable	(39)
Purchases made - Delivery services	129

A17. Related Party Transactions (Contd.)

	Current Year Todate 30/09/13 RM'000
Related by virtue of director/(s) of the Company and/or Group having substantial interest:	
PT Pohon Emas Lestari	
Purchase of fresh fruit bunches	4,636
TD Technologies Sdn Bhd	
Services payable - Software rental	35
First Zanzibar Sdn Bhd	
Services payable - IT support	20
Associated Company :	
Giesecke & Devrient Malaysia Sdn Bhd	
Management services receivable	(12)

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 30/09/13 RM'000	Year Todate 30/09/12 RM'000	Variance RM'000	Variance %
Group				
Revenue	158,648	156,639	2,009	1.3
Profit before tax	47,644	49,834	(2,190)	(4.4)

For the 1st half year under review, the Group registered a total revenue of RM158.6 million, an increase of 1.3% over the same period last year.

A lower pretax profit of RM47.6 million was recorded as compared to RM49.8 million in the previous year, mainly attributable to lower contribution from oil palm production and processing.

	Year Todate 30/09/13 RM'000	Year Todate 30/09/12 RM'000	Variance RM'000	Variance %
Production and trading of security and confidential documents				
Revenue	114,946	106,348	8,598	8.1
Profit before tax	32,804	31,366	1,438	4.6

Revenue from production and trading of security and confidential documents increased by 8.1% to RM114.9 million from RM106.3 million last year. The increase was mainly due to improved volume of certain documents. On the back of higher revenue, pretax profit increased by 4.6% compared to the corresponding period last year.

	Year Todate 30/09/13 RM'000	Year Todate 30/09/12 RM'000	Variance RM'000	Variance %
Oil palm production and processing				
Revenue	41,701	48,274	(6,573)	(13.6)
Profit before tax	13,816	16,475	(2,659)	(16.1)
Sales Quantity (mt)				
Crude palm oil (CPO)	20,057	19,939	118	0.6
Crude palm kernel oil (CPKO)	1,106	-	1,106	-
Average CIF selling price, net of duty (RM/mt)				
CPO	1,861	2,421	(560)	(23.1)
CPKO	1,712	-	1,712	-

Oil palm production and processing revenue decreased by 13.6% compared to the corresponding period last year, primarily attributable to lower CPO price.

With lower revenue recorded, the division registered a pretax profit of RM13.8 million, a reduction of 16.1% compared to the same period last year.

Pursuant to an agreement signed between PT. Nunukan Jaya Lestari (PT NJL) and PT. Duta Tambang Rekayasa ("PT DTR") for utilization of PT NJL's palm oil cultivated area measuring up to 212 ha for mining activities, PT NJL received USD415,100 (equivalent to RM1.18 million) as plantation investment compensation for 4,151 oil palm trees felled. This resulted in a net gain of Rp2.89 billion (equivalent to RM838,000).

B1. Review of Performance (Contd.)

	Year Todate			
	30/09/13	30/09/12	Variance	
	RM'000	RM'000	RM'000	%
Property Management				
Revenue	2,710	2,673	37	1.4
Profit before tax	439	490	(51)	(10.4)

Pretax profit from the property management division was lower than previous year, mainly due to higher personnel cost.

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	82,527	76,121	6,406	8.4
Profit before tax	26,253	21,391	4,862	22.7

During the quarter reported, the Group posted a revenue of RM82.5 million with a pretax profit of RM26.3 million as compared to RM21.4 million pretax profit on the back of RM76.1 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	62,441	52,505	9,936	18.9
Profit before tax	19,583	13,221	6,362	48.1

Revenue from production of security and confidential documents increased by 18.9% in the 2nd quarter compared to the preceding quarter. The improvement was mainly due to cyclical changes in volume of certain products. A pretax profit of RM19.6 million was posted, an improvement of 48.1% over the previous quarter.

	Current Quarter	Preceding Quarter	Variance	
	RM'000	RM'000	RM'000	%
Oil palm production and processing				
Revenue	19,078	22,623	(3,545)	(15.7)
Profit before tax	5,021	8,795	(3,774)	(42.9)
Sales Quantity (mt)				
Crude palm oil (CPO)	9,990	10,066	(76)	(0.8)
Crude palm kernel oil (CPKO)	-	1,106	(1,106)	-
Average CIF selling price, net of duty (RM/mt)				
CPO	1,763	1,959	(196)	(10.0)
CPKO	-	1,874	(1,874)	-

Revenue from this segment for the current quarter decreased by 15.7% compared to previous quarter. The shortfall was mainly due to lower CPO price and zero sales of CPKO. On the back of lower revenue, a pretax profit of RM5.0 million was recorded, a decline of 42.9% compared to the preceding quarter.

B3. Prospects

Whilst revenue from the production of security and confidential documents in the second half year is anticipated to be lower due to cyclical demand in certain jobs, the Directors expect the performance for the rest of the year to be satisfactory.

The overall performance of the oil palm production and processing segment remains dependent on CPO prices as the industry continues to face challenges such as fluctuations in prices of palm oil commodities and changing weather pattern. The Group will continue to be prudent in expenditure.

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 30/09/13	Current Year Todate 30/09/13
	RM'000	RM'000
Tax charge	6,764	12,895

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) ("the Vendor"), Khuzamy Musa bin Muhammad and Khuzairy Musa bin Muhammad ("the Directors") 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 ("Proposed Acquisition").

Pursuant to Clause 3.9 of the SPA, the period for fulfilment 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.

On 28 October 2013, the Company announced that all conditions precedent pertaining to the Proposed Acquisition have been fulfilled. However, the Company's obligation to pay the balance purchase price or such part thereof in accordance with the terms of the SPA is suspended until two (2) private caveats lodged against the said Lands vide presentation no. 338/2013 registered on 16 June 2013 and presentation no. 546/2013 registered on 6 October 2013 respectively have been removed or the Lands is free from encumbrances.

On 18 November 2013, the Company announced that the private caveat presentation no. 338/2013 has been withdrawn on 7 November 2013 and private caveat presentation no. 546/2013 has also been withdrawn pursuant to a court order dated 7 November 2013.

(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 30/09/13 RM'000	As at 31/03/12 RM'000
Total retained profits/(accumulated losses) of Fima Corporation Berhad and its subsidiaries:		
- Realised	385,562	369,576
- Unrealised	(12,104)	(10,965)
	373,458	358,611
Total share of retained profits/(accumulated losses) from associated company:		
- Realised	22,084	23,530
- Unrealised	(2,084)	(3,789)
	20,000	19,741
Add: Consolidation adjustments	16,844	14,040
Total group retained profits as per consolidated accounts	410,302	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

The Board of Directors declared a single-tier interim dividend of 15% payable for the year ending 31 March 2014 (last year: 15.0% less taxation of 25%). The dividend payment will amount to approximately RM12.1 million (last year: RM9.1 million).

B11. Earnings per share

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter 30/09/13	**Preceding Year Corresponding Quarter 30/09/12**	**Current Year To Date 30/09/13**	**Preceding Year Corresponding Period 30/09/12**
Earnings				
Profit attributable to owners of the Company (RM'000)	19,135	17,687	33,099	35,235
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)	23.78	21.98	41.13	43.79

BY ORDER OF THE BOARD

LEE MO LENG
MOHD YUSOF BIN PANDAK YATIM
Company Secretaries

Kuala Lumpur
Date: 26 November 2013