

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE SECOND QUARTER ENDED 30 SEPTEMBER 2014
(THE FIGURES HAVE NOT BEEN AUDITED)

	Current Quarter		6 Months Cumulative	
	Current Year	Preceding Year	Current Year	Preceding Year
	Quarter	Corresponding	To Date	Corresponding
	30/09/14	Quarter	30/09/14	Period
	RM'000	30/09/13	RM'000	30/09/13
		RM'000		RM'000
Revenue	83,025	82,527	177,088	158,648
Cost of sales	(50,817)	(50,329)	(113,213)	(96,181)
Gross profit	32,208	32,198	63,875	62,467
Interest income	2,464	1,905	3,456	3,048
Other income	1,444	1,065	1,462	1,071
Administrative expenses	(5,384)	(4,792)	(9,862)	(9,165)
Selling and marketing expenses	(922)	(849)	(1,779)	(1,080)
Other operating expenses	(7,561)	(4,543)	(13,013)	(8,955)
Share of results from associates	962	1,269	830	258
Profit before tax	23,211	26,253	44,969	47,644
Income tax expense	(5,850)	(6,764)	(11,842)	(12,895)
Profit net of tax	17,361	19,489	33,127	34,749
Other comprehensive income, net of tax				
Foreign currency translation gain/(loss)	169	(19,004)	(7,688)	(18,018)
Other comprehensive income for the period	169	(19,004)	(7,688)	(18,018)
Total comprehensive income for the period	17,530	485	25,439	16,731
Profit attributable to :				
Equity holders of the Company	16,123	19,135	30,448	33,099
Non-controlling interests	1,238	354	2,679	1,650
Profit for the period	17,361	19,489	33,127	34,749
Total comprehensive income/(loss) attributable to:				
Equity holders of the Company	16,257	(13,300)	24,297	1,650
Non-controlling interests	1,273	13,785	1,142	15,081
Total comprehensive income for the period	17,530	485	25,439	16,731
Earnings per share attributable to equity holders of the Company				
Basic/diluted earnings per share (sen)	20.04	23.78	37.84	41.13

(The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Audited Financial Statements for the year ended 31 March 2014 and the accompanying explanatory notes attached to the interim financial statements)

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	As at End Of Current Quarter 30/09/14 (unaudited)	As at Preceding Financial Year End 31/03/14 (audited)
	RM'000	RM'000
ASSETS		
Non-Current Assets		
Property, plant & equipment	69,620	74,187
Biological assets	48,675	50,962
Investment properties	65,945	66,699
Goodwill on consolidation	510	510
Investments in associates	36,180	35,350
Deferred tax assets	3,128	3,221
	224,058	230,929
Current Assets		
Inventories	89,590	67,523
Trade and other receivables	136,209	105,071
Due from related companies	273	46
Cash and cash equivalents	182,245	195,204
	408,317	367,844
TOTAL ASSETS	632,375	598,773
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	(28,871)	(22,720)
Retained earnings	435,116	432,833
	485,602	489,470
Non-controlling interests	23,497	25,987
Total Equity	509,099	515,457
Non-Current Liabilities		
Retirement benefit obligations	1,429	1,465
Deferred tax liabilities	4,727	4,727
	6,156	6,192
Current Liabilities		
Trade and other payables	102,527	72,877
Dividend payable	12,071	-
Tax payable	2,522	4,241
Due to related companies	-	6
	117,120	77,124
Total Liabilities	123,276	83,316
TOTAL EQUITY AND LIABILITIES	632,375	598,773
Net assets per share attributable to ordinary equity holders of the Company (RM)	6.03	6.08

(The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the year ended 31 March 2014 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 2014**

	←----- Attributable to Owners of the Parent ----->				←----- Non-Distributable ----->			Distributable		Non- controlling Interests	Total Equity
	Share Capital	Share Premium	Treasury Shares	Other Reserves	Asset Revaluation Reserve	Foreign Translation Reserve	Equity Contribution From Parent	Retained Earnings	Total		
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000		
At 1 April 2013	82,427	534	(3,604)	(11,550)	1,530	(16,903)	3,823	392,392	460,199	29,224	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)	(29,568)	1,530	(34,921)	3,823	410,302	460,091	26,166	486,257
At 1 April 2014	82,427	534	(3,604)	(22,720)	1,530	(28,199)	3,949	432,833	489,470	25,987	515,457
Profit for the period	-	-	-	-	-	-	-	30,448	30,448	2,679	33,127
Other comprehensive loss	-	-	-	(6,151)	-	(6,151)	-	-	-	(1,537)	(7,688)
Total comprehensive income/(loss) for the period	-	-	-	(6,151)	-	(6,151)	-	30,448	30,448	1,142	25,439
Dividend paid to non-controlling interests	-	-	-	-	-	-	-	-	-	(3,632)	(3,632)
Dividend payable	-	-	-	-	-	-	-	(12,071)	(12,071)	-	(12,071)
Dividend paid	-	-	-	-	-	-	-	(16,094)	(16,094)	-	(16,094)
At 30 September 2014	82,427	534	(3,604)	(28,871)	1,530	(34,350)	3,949	435,116	491,753	23,497	509,099

(The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Audited Financial Statements for the year ended 31 March 2014 and the accompanying explanatory notes attached to the interim financial statements)

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
 FOR THE SECOND QUARTER ENDED 30 SEPTEMBER 2014**

	6 months ended	
	30/09/14	30/09/13
	RM'000	RM'000
CASH FLOW FROM OPERATING ACTIVITIES		
Profit before tax	44,969	47,644
Adjustments for:		
Depreciation for property, plant and equipment	9,112	5,997
Depreciation of investment properties	754	756
Amortisation of biological assets	1,647	1,732
Impairment loss on trade receivables	378	76
Write back of impairment loss on trade receivables	(75)	(189)
Writedown of inventories	139	38
Provision for retirement benefit obligations	35	22
Gain on disposal of property, plant and equipment	(4)	(221)
Gain from plantation investment compensation	-	(838)
Share of results of associate	(830)	(258)
Interest income	(3,456)	(3,048)
Operating profit before working capital changes	52,669	51,711
Increase in trade and other receivables	(31,348)	(3,310)
Increase in inventories	(22,206)	(13,065)
(Increase)/decrease in related companies balances	(233)	1,513
Increase/(decrease) in trade and other payables	29,650	(5,118)
Cash generated from operations	28,532	31,731
Taxes paid	(13,561)	(7,655)
Retirement benefits paid	-	(26)
Net cash generated from operating activities	14,971	24,050
CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(5,826)	(11,101)
Additions to biological assets	(1,922)	-
Interest income received	3,456	3,048
Proceeds from disposal of property, plant and equipment	5	221
Proceeds from plantation investment compensation	-	1,180
Net cash used in investing activities	(4,287)	(6,652)
CASH FLOW FROM FINANCING ACTIVITIES		
Dividends paid	(16,094)	-
Dividends paid by a subsidiary to non-controlling interests	(3,632)	(4,708)
Net cash used in financing activities	(19,726)	(4,708)
CASH AND CASH EQUIVALENTS		
Net (decrease)/increase in cash and cash equivalents	(9,042)	12,690
Effect of foreign exchange rate changes in cash and cash equivalents	(3,917)	(7,842)
Cash and cash equivalents balances at beginning of period	195,204	221,025
Cash and cash equivalents at end of period	182,245	225,873
CASH AND CASH EQUIVALENTS COMPRISE OF :		
Cash and bank balances	4,697	4,159
Deposits with licensed banks	177,548	221,714
	182,245	225,873

(The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Audited Financial Statements for the year ended 31 March 2014 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 2014. 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 2014.

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 2014 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 2014, the Group adopted the following FRSs and Amendments to FRSs, IC Interpretations and Amendments to IC Interpretations:-

- Amendments to FRS 10: Consolidated Financial Statements (Investment Entities)
- Amendments to FRS 12: Disclosure of Interest in Other Entities (Investment Entities)
- Amendments to FRS 127: Separate Financial Statements (Investment Entities)
- Amendments to FRS 132: Financial Instruments: Presentation
 - Offsetting Financial Assets and Financial Liabilities
- Amendments to FRS 136: Impairment of assets
 - Recoverable amount disclosures for non-financial assets
- Amendments to FRS 139: Financial instruments recognition and measurement
 - Novation of Derivatives and Continuation of Hedge Accounting
- IC Interpretation 21: Levies

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

(b) Standards and Interpretations issued but not yet effective

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

	Effective for annual period beginning on or after
Amendments to FRS 119: Defined Benefit Plans (Employee Contributions)	1 July 2014
Annual Improvements to FRSs 2010 - 2012 Cycle	1 July 2014
Annual Improvements to FRSs 2011 - 2013 Cycle	1 July 2014
FRS 9 Financial Instruments (IFRS 9 issued by IASB in November 2009)	To be announced
FRS 9 Financial Instruments (IFRS 9 issued by IASB in October 2010)	To be announced
FRS 9 Financial Instruments: Mandatory Effective Date of FRS 9 and Transition Disclosures (Amendments to FRS 9 and FRS 7)	To be announced
FRS 9 Financial Instruments: Hedge Accounting and amendments to FRS 9, FRS 7 and FRS 139	To be announced

A2. Significant Accounting Policies (Contd.)

(b) Standards and Interpretations issued but not yet effective (Contd.)

The Group will adopt the above pronouncements when they become effective in the respective financial periods. These pronouncements are not expected to have any effect to the financial statements of the Group upon their initial application, other than for FRS 9 Financial Instruments. The Group will assess the financial implications of FRS 9 Financial Instruments when the full standard is issued.

(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 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 2015. 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 2 September 2014 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 2017. 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 2017. 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 2018.

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.

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

Saved as disclosed below, there were no issuances, cancellation, repurchases, resale and repayment of debt and equity securities for the current financial year to date.

(a) Share Split

Every one existing ordinary share of RM1.00 each held on 10 October 2014 was subdivided into two ordinary shares of RM0.50 each.

(b) Bonus Shares

Upon completion of the Share Split, 80,470,710 new subdivided shares was credited as fully paid-up on the basis of one bonus share for every two subdivided shares held on 10 October 2014.

164,853,620 subdivided shares and 80,470,710 Bonus Shares were listed and quoted on the Main Market of Bursa Securities on 13 October 2014. The enlarged issued and paid-up share capital of the Company was increased from RM82,426,810 to RM122,662,165 comprising 245,324,330 ordinary shares of RM0.50 each.

A8. Dividends paid

		Cumulative Quarter Ended	
		<u>30/09/14</u>	<u>30/09/13</u>
		RM'000	RM'000
Interim Dividend			
2014	15% single-tier 2nd interim dividend (Paid on 12 August 2014)	12,071	-
Special Dividend			
2014	5% single-tier special dividend (Paid on 12 August 2014)	4,023	-
		<u>16,094</u>	<u>-</u>

A9. Segmental Information

	6 Months Cumulative			
	Current Year to date		Preceding Year	
	30/09/14		Corresponding Period	
	Revenue	Profit	Revenue	Profit
	RM'000	Before Tax	RM'000	Before Tax
		RM'000	RM'000	RM'000
Segments				
Production and trading of security and confidential documents	128,388	25,876	114,946	32,804
Oil palm production and processing	46,614	18,617	41,701	13,816
Property management	2,757	302	2,710	439
Others	-	(656)	-	327
	<u>177,759</u>	<u>44,139</u>	<u>159,357</u>	<u>47,386</u>
Share of results of associate	-	830	-	258
	<u>177,759</u>	<u>44,969</u>	<u>159,357</u>	<u>47,644</u>
Eliminations	(671)	-	(709)	-
Group Results	<u>177,088</u>	<u>44,969</u>	<u>158,648</u>	<u>47,644</u>

A10. Profit Before Tax

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

	<i>Quarter ended</i>		<i>6 Months Cumulative</i>	
	<u>30/09/14</u>	<u>30/09/13</u>	<u>30/09/14</u>	<u>30/09/13</u>
	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>
Other income				
Management fees	6	6	12	12
Loss/(Gain) on disposal of property, plant and equipment	(2)	221	(1)	221
Gain from plantation investment compensation	-	838	-	838
Share of profit from sale of coal	1,440	-	1,440	-
Others	-	-	11	-
Operating expenses				
Depreciation and amortisation	5,888	4,079	11,513	8,485
Foreign exchange gain	(376)	(156)	(376)	(156)
Impairment loss on trade receivables	342	76	378	76
Write back of impairment loss on trade receivables	(55)	(24)	(75)	(189)
Inventories written down/(back)	119	(39)	139	38

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
	30/09/14
	RM'000
Property, plant and equipment	
Approved and contracted for	8,011
Approved but not contracted for	12,853
	<hr/>
Share of capital commitments of associated companies:	
Property, plant and equipment	
Approved and contracted for	440
	<hr/>

A16. Acquisition of Property, Plant and Equipment

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

	Current Year to date 30/09/14
	RM'000
Computer hardware and software	3,037
Buildings	2,128
Plant and machinery	329
Motor vehicles	268
Office equipment and fittings	64
	5,826

A17. Related Party Transactions

	Current Year to date 30/09/14
	RM'000
Penultimate Holding Company	
Kumpulan Fima Berhad	
Rental income receivable	(311)
Services rendered - Training	20
Management fees payable	40
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	47
Related by virtue of director/(s) of the Company and/or Group having substantial interest:	
PT Pohon Emas Lestari	
Purchase of fresh fruit bunches	4,483
TD Technologies Sdn Bhd	
Services payable - Software rental	53
Associated Company :	
Giesecke & Devrient Malaysia Sdn Bhd	
Management services receivable	(12)

A18. Inventories

During the quarter, the amount of inventories written down was RM139,000.

B1. Review of Performance

	Year to date		Variance	
	30/09/14	30/09/13	RM'000	%
	RM'000	RM'000	RM'000	%
Group				
Revenue	177,088	158,648	18,440	11.6
Profit before tax	44,969	47,644	(2,675)	(5.6)

For the 1st half year under review, the Group registered a total revenue of RM177.1 million, an increase of RM18.4 million or 11.6% over the same period last year.

A lower pretax profit of RM45.0 million was recorded as compared to RM47.6 million in the previous year, mainly attributable to lower contribution from production and trading of security and confidential documents.

	Year to date		Variance	
	30/09/14	30/09/13	RM'000	%
	RM'000	RM'000	RM'000	%
Production and trading of security and confidential documents				
Revenue	128,388	114,946	13,442	11.7
Profit before tax	25,876	32,804	(6,928)	(21.1)

Revenue from production and trading of security and confidential documents increased by 11.7% to RM128.4 million from RM114.9 million last year, arising from higher sales of certain products. Pretax profit decreased by RM6.9 million or 21.1% compared to the corresponding period last year, mainly due to less favourable sales mix.

	Year to date		Variance	
	30/09/14	30/09/13	RM'000	%
	RM'000	RM'000	RM'000	%
Oil palm production and processing				
Revenue	46,614	41,701	4,913	11.8
Profit before tax	18,617	13,816	4,801	34.7
Sales Quantity (mt)				
Crude palm oil (CPO)	22,099	20,057	2,042	10.2
Crude palm kernel oil (CPKO)	-	1,106	(1,106)	-
Average CIF selling price, net of duty (RM/mt)				
CPO	2,101	1,861	240	12.9
CPKO	-	1,712	(1,712)	-

Revenue from oil palm production and processing increased by 11.8% compared to the corresponding period last year, primarily attributable to higher sales volume and higher selling price of CPO.

On the back of higher revenue, the segment registered a pretax profit of RM18.6 million, an improvement of RM4.8 million or 34.7% compared to the same period last year.

B1. Review of Performance (Contd.)

	Year to date		Variance	
	30/09/14	30/09/13		
	RM'000	RM'000	RM'000	%
Property Management				
Revenue	2,757	2,710	47	1.7
Profit before tax	302	439	(137)	(31.2)

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

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	%
Group				
Revenue	83,025	94,063	(11,038)	(11.7)
Profit before tax	23,211	21,758	1,453	6.7

During the quarter reported, the Group posted a revenue of RM83.0 million with a pretax profit of RM23.2 million as compared to RM21.8 million pretax profit on the back of RM94.1 million revenue in the preceding quarter.

	Current	Preceding	Variance	
	Quarter	Quarter		
	RM'000	RM'000	RM'000	%
Production and trading of security and confidential documents				
Revenue	62,238	66,150	(3,912)	(5.9)
Profit before tax	13,441	12,435	1,006	8.1

Revenue from production of security and confidential documents decreased by 5.9% in the 2nd quarter compared to the preceding quarter. The shortfall was mainly due to lower sales volume in certain products. A pretax profit of RM13.4 million was posted, an improvement of 8.1% over the previous quarter due to favourable sales mix.

	Current	Preceding	Variance	
	Quarter	Quarter		
	RM'000	RM'000	RM'000	%
Oil palm production and processing				
Revenue	19,713	26,901	(7,188)	(26.7)
Profit before tax	8,958	9,659	(701)	(7.3)
Sales Quantity (mt)				
Crude palm oil (CPO)	10,077	12,022	(1,945)	(16.2)
Crude palm kernel oil (CPKO)	-	-	-	-
Average CIF selling price, net of duty (RM/mt)				
CPO	1,956	2,222	(266)	(12.0)
CPKO	-	-	-	-

Revenue from this segment for the current quarter decreased by 26.7% compared to the previous quarter. The shortfall was mainly due to lower sales volume and lower selling price of CPO. On the back of lower revenue, a pretax profit of RM9.0 million was recorded, a decline of 7.3% compared to the preceding quarter.

B3. Prospects

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

The direction of CPO prices and changes in weather conditions will continue to be the major drivers of the overall performance of the oil palm production and processing segment. Notwithstanding this, the outlook of this segment remains positive.

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 30/09/14 RM'000	Current Year to date 30/09/14 RM'000
Tax charge	<u>5,850</u>	<u>11,842</u>

The effective tax rate on the Group's profit to date 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 17 June 2014, the Company entered into a conditional Sale and Purchase Agreement ("SPA") with Yee Kong Fatt and Cheong Kok Tong for the acquisition of two million (2,000,000) ordinary shares of RM1.00 each ("Sale Shares"), representing the entire equity interest of Gabungan Warisan Sdn Bhd ("GWSB") for a total purchase consideration of RM3.702 million ("Proposed Acquisition").

GWSB has been granted a 99 year lease by Akademi Yakin Sdn Bhd (AYSB"), a wholly-owned subsidiary of Yayasan Kelantan Darul Naim, to undertake the development of a parcel of land measuring approximately 617.3 acres held under PT 4718, HS(D) 9350, Mukim Kuala Stong, Jajahan Kuala Krai, Kelantan Darul Naim ("the Land") in accordance with the terms and conditions as set out in the agreement to lease dated 18 May 2014.

On 14 August 2014, the Company announced that the period of fulfillment of the Conditions Precedent as set out in the SPA has been extended for a further period of 21 days i.e. from 16 August 2014 to 6 September 2014 (Extended Conditional Period").

On 18 August 2014, the Company announced that AYSB's consent to the sale of Sale Shares to the Purchaser was obtained as per letter from AYSB dated 12 August 2014 which was received on 15 August 2014.

On 8 September 2014 and 22 September 2014, the Company announced that the Extended Conditional Period was extended by a further period of 14 days and 21 days respectively.

On 10 October 2014, the Company announced that all conditions precedent pertaining to the Proposed Acquisition have been fulfilled.

The acquisition was completed on 17 October 2014.

(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)

	<u>As at 30/09/14 RM'000</u>	<u>As at 31/03/14 RM'000</u>
Total retained profits/(accumulated losses) of Fima Corporation Berhad and its subsidiaries:		
- Realised	424,714	411,391
- Unrealised	(30,826)	(17,794)
	<u>393,888</u>	<u>393,597</u>
Total share of retained profits/(accumulated losses) from associated company:		
- Realised	25,121	23,903
- Unrealised	1,059	1,447
	<u>26,180</u>	<u>25,350</u>
Add: Consolidation adjustments	15,048	13,886
Total group retained profits as per consolidated accounts	<u>435,116</u>	<u>432,833</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 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 10% or 5.0 sen per RM0.50 share payable for the year ending 31 March 2015 (last year: 15%). The dividend payment will amount to approximately RM12.1 million (last year: RM12.1 million).

B11. Earnings per share

	<i>Individual Quarter</i>		<i>Cumulative Quarter</i>	
	Current Year Quarter 30/09/14	Preceding Year Corresponding Quarter 30/09/13	Current Year To Date 30/09/14	Preceding Year Corresponding Period 30/09/13
<i>Earnings</i>				
Profit attributable to owners of the Company (RM'000)	16,123	19,135	30,448	33,099
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)	20.04	23.78	37.84	41.13

BY ORDER OF THE BOARD

LEE MO LENG
MOHD YUSOF BIN PANDAK YATIM
Company Secretaries

Kuala Lumpur
Date: 20 November 2014