

**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE THIRD QUARTER ENDED 31 DECEMBER 2014
(THE FIGURES HAVE NOT BEEN AUDITED)**

	Current Quarter		9 Months Cumulative	
	Current Year Quarter 31/12/14 RM'000	Preceding Year Corresponding Quarter 31/12/13 RM'000	Current Year To Date 31/12/14 RM'000	Preceding Year Corresponding Period 31/12/13 RM'000
Revenue	105,220	89,830	282,308	248,478
Cost of sales	(68,460)	(52,714)	(181,673)	(148,895)
Gross profit	36,760	37,116	100,635	99,583
Interest income	1,257	2,009	4,713	5,057
Other income	78	493	1,540	1,564
Administrative expenses	(5,609)	(4,435)	(15,471)	(13,600)
Selling and marketing expenses	(794)	(579)	(2,573)	(1,659)
Other operating expenses	(7,651)	(3,779)	(20,664)	(12,734)
Finance costs	(28)	-	(28)	-
Share of results from associates	1,330	2,472	2,160	2,730
Profit before tax	25,343	33,297	70,312	80,941
Income tax expense	(6,468)	(8,140)	(18,310)	(21,035)
Profit net of tax	18,875	25,157	52,002	59,906
Other comprehensive income, net of tax				
Foreign currency translation gain/(loss)	4,071	(3,475)	(3,617)	(21,493)
Other comprehensive income for the period	4,071	(3,475)	(3,617)	(21,493)
Total comprehensive income for the period	22,946	21,682	48,385	38,413
Profit attributable to :				
Equity holders of the Company	17,387	24,122	47,835	57,221
Non-controlling interests	1,488	1,035	4,167	2,685
Profit for the period	18,875	25,157	52,002	59,906
Total comprehensive income/(loss) attributable to:				
Equity holders of the Company	20,644	34,078	44,941	35,728
Non-controlling interests	2,302	(12,396)	3,444	2,685
Total comprehensive income for the period	22,946	21,682	48,385	38,413
Earnings per share attributable to equity holders of the Company				
Basic/diluted earnings per share (sen) (Note B11)	11.79	29.98	32.42	71.11

(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 31/12/14 (unaudited)	As at Preceding Financial Year End 31/03/14 (audited)
	RM'000	RM'000
ASSETS		
Non-Current Assets		
Property, plant & equipment	70,046	74,187
Biological assets	50,603	50,962
Investment properties	65,568	66,699
Goodwill on consolidation	3,845	510
Investments in associates	37,510	35,350
Deferred tax assets	3,187	3,221
	230,759	230,929
Current Assets		
Inventories	93,800	67,523
Trade and other receivables	128,515	105,071
Due from related companies	456	46
Cash and cash equivalents	197,457	195,204
	420,228	367,844
TOTAL ASSETS	650,987	598,773
EQUITY AND LIABILITIES		
Equity attributable to equity holders of the Company		
Share capital	122,662	82,427
Share premium	-	534
Treasury shares	(3,604)	(3,604)
Other reserves	(25,614)	(22,720)
Retained earnings	412,802	432,833
	506,246	489,470
Non-controlling interests	25,799	25,987
Total Equity	532,045	515,457
Non-Current Liabilities		
Retirement benefit obligations	1,480	1,465
Borrowings	2,028	-
Deferred tax liabilities	4,727	4,727
	8,235	6,192
Current Liabilities		
Trade and other payables	107,399	72,877
Tax payable	3,308	4,241
Due to related companies	-	6
	110,707	77,124
Total Liabilities	118,942	83,316
TOTAL EQUITY AND LIABILITIES	650,987	598,773
Net assets per share attributable to ordinary equity holders of the Company (RM)	2.10	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 THIRD QUARTER ENDED 31 DECEMBER 2014**

	←----- 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 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	-	-	-	(21,493)	-	(21,493)	-	57,221	35,728	2,685	38,413
Dividend paid to non-controlling interests	-	-	-	-	-	-	-	-	-	(4,707)	(4,707)
Dividends Paid	-	-	-	-	-	-	-	(27,259)	(27,259)	-	(27,259)
At 31 December 2013	82,427	534	(3,604)	(33,043)	1,530	(38,396)	3,823	422,354	468,668	27,202	495,870
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	-	-	-	-	-	-	-	47,835	47,835	4,167	52,002
Other comprehensive loss	-	-	-	(2,894)	-	(2,894)	-	-	(2,894)	(723)	(3,617)
Total comprehensive income/(loss) for the period	-	-	-	(2,894)	-	(2,894)	-	47,835	44,941	3,444	48,385
Dividend paid to non-controlling interests	-	-	-	-	-	-	-	-	-	(3,632)	(3,632)
Dividend paid	-	-	-	-	-	-	-	(28,165)	(28,165)	-	(28,165)
Bonus issue	40,235	(534)	-	-	-	-	-	(39,701)	-	-	-
At 31 December 2014	122,662	-	(3,604)	(25,614)	1,530	(31,093)	3,949	412,802	506,246	25,799	532,045

(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 THIRD QUARTER ENDED 31 DECEMBER 2014**

	9 months ended	
	31/12/14	31/12/13
	RM'000	RM'000
CASH FLOW FROM OPERATING ACTIVITIES		
Profit before tax	70,312	80,941
Adjustments for:		
Depreciation for property, plant and equipment	14,085	9,284
Depreciation of investment properties	1,131	1,133
Amortisation of biological assets	2,597	2,514
Impairment loss on trade receivables	380	140
Write back of impairment loss on trade receivables	(76)	(556)
Writedown of inventories	166	453
Provision for retirement benefit obligations	41	34
Gain on disposal of property, plant and equipment	(4)	(256)
Gain from plantation investment compensation	-	(778)
Share of results of associate	(2,160)	(2,730)
Interest expense	28	-
Interest income	(4,713)	(5,057)
Operating profit before working capital changes	81,787	85,122
Increase in trade and other receivables	(23,714)	(38,679)
Increase in inventories	(26,443)	(13,983)
Increase in related companies balances	(416)	(214)
Increase/(decrease) in trade and other payables	34,522	(1,366)
Cash generated from operations	65,736	30,880
Taxes paid	(19,243)	(10,027)
Retirement benefits paid	-	(31)
Interest paid	(28)	-
Net cash generated from operating activities	46,465	20,822
CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(10,416)	(16,482)
Additions to biological assets	(3,182)	-
Interest income received	4,713	5,057
Proceeds from disposal of property, plant and equipment	5	256
Proceeds from plantation investment compensation	-	1,097
Acquisition of subsidiary	(3,335)	-
Proceeds from finance lease obligations	2,480	-
Repayment of obligations under finance lease	(452)	-
Net cash used in investing activities	(10,187)	(10,072)
CASH FLOW FROM FINANCING ACTIVITIES		
Dividends paid	(28,165)	(27,259)
Dividends paid by a subsidiary to non-controlling interests	(3,632)	(4,707)
Net cash used in financing activities	(31,797)	(31,966)
CASH AND CASH EQUIVALENTS		
Net increase/(decrease) in cash and cash equivalents	4,481	(21,216)
Effect of foreign exchange rate changes in cash and cash equivalents	(2,228)	(8,695)
Cash and cash equivalents balances at beginning of period	195,204	221,025
Cash and cash equivalents at end of period	197,457	191,114
CASH AND CASH EQUIVALENTS COMPRISE OF :		
Cash and bank balances	7,900	3,747
Deposits with licensed banks	189,557	187,367
	197,457	191,114

(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
Amendments to FRS 11: Accounting for Acquisition of Interests in Joint Operations	1 January 2016
Amendments to FRS 16 and FRS 138: Clarification of Acceptable Methods of Depreciation and Amortisation	1 January 2016
FRS 14: Regulatory Deferral Accounts	1 January 2016

A2. Significant Accounting Policies (Contd.)

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

	Effective for annual period beginning on or after
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

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>31/12/14</u>	<u>31/12/13</u>
		<u>RM'000</u>	<u>RM'000</u>
Final Dividend			
2013	18.5% final dividend less 25% tax and 5% single-tier special dividend (Paid on 10 October 2013)	-	15,189
Interim Dividend			
2014	15% single-tier interim dividend (Paid on 27 December 2013)	-	12,071
2014	15% single-tier 2nd interim dividend (Paid on 12 August 2014)	12,071	-
2015	10% single-tier interim dividend (Paid on 24 December 2014)	12,071	-
Special Dividend			
2014	5% single-tier special dividend (Paid on 12 August 2014)	4,023	-
		<u>28,165</u>	<u>27,260</u>

A9. Segmental Information

	9 Months Cumulative			
	Current Year to date		Preceding Year	
	31/12/14		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	202,951	39,785	183,552	54,154
Oil palm production and processing	76,182	28,856	61,918	21,177
Property management	4,222	545	4,039	655
Others	-	(1,034)	-	2,225
	<u>283,355</u>	<u>68,152</u>	<u>249,509</u>	<u>78,211</u>
Share of results of associate	-	2,160	-	2,730
	<u>283,355</u>	<u>70,312</u>	<u>249,509</u>	<u>80,941</u>
Eliminations	(1,047)	-	(1,031)	-
Group Results	<u>282,308</u>	<u>70,312</u>	<u>248,478</u>	<u>80,941</u>

A10. Profit Before Tax

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

	Quarter ended		9 Months Cumulative	
	31/12/14	31/12/13	31/12/14	31/12/13
	RM'000	RM'000	RM'000	RM'000
Other income				
Management fees	6	476	18	488
Gain on disposal of property, plant and equipment	13	35	14	256
Gain from plantation investment compensation	-	(60)	-	778
Share of profit from sale of coal	57	-	1,497	-
Others	-	42	11	42
Operating expenses				
Depreciation and amortisation	6,300	4,446	17,813	12,931
Foreign exchange gain	(99)	(1,706)	(475)	(1,862)
Impairment loss on trade receivables	2	64	380	140
Write back of impairment loss on trade receivables	(1)	(367)	(76)	(556)
Inventories written down	27	415	166	453

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 31/12/14
	RM'000
Property, plant and equipment	
Approved and contracted for	8,681
Approved but not contracted for	11,862
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Share of capital commitments of associated companies:	
Property, plant and equipment	
Approved and contracted for	41
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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 31/12/14
	RM'000
Computer hardware and software	3,045
Buildings	2,501
Lease land	2,480
Motor vehicles	1,698
Plant and machinery	544
Office equipment and fittings	148
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	10,416
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A17. Related Party Transactions

	Current Year to date 31/12/14
	RM'000
Penultimate Holding Company	
Kumpulan Fima Berhad	
Rental income receivable	(470)
Services rendered - Training	20
Management fees payable	40
Fellow Subsidiaries :	
Fima Instanco Sdn Bhd	
Rental income receivable	(90)

A17. Related Party Transactions (Contd.)

	Current Year to date 31/12/14
	RM'000
Related by virtue of having common director/(s) of the Company :	
Nationwide Express Courier Services Berhad	
Rental income receivable	(59)
Purchases made - Delivery services	85
Related by virtue of director/(s) of the Company and/or Group having substantial interest:	
PT Pohon Emas Lestari	
Purchase of fresh fruit bunches	6,756
TD Technologies Sdn Bhd	
Services payable - Software rental	71
Associated Company :	
Giesecke & Devrient Malaysia Sdn Bhd	
Management services receivable	<u>(18)</u>

A18. Inventories

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

B1. Review of Performance

	Year to date		Variance	
	31/12/14	31/12/13		
	RM'000	RM'000	RM'000	%
Group				
Revenue	282,308	248,478	33,830	13.6
Profit before tax	70,312	80,941	(10,629)	(13.1)

Revenue to date for the Group closed at RM282.3 million, an increase of RM33.8 million or 13.6% over the corresponding period of last year.

The Group recorded a profit before tax of RM70.3 million for the period under review as compared to RM80.9 million pretax profit in the corresponding period last year, a decrease of RM10.6 million or 13.1%.

	Year to date		Variance	
	31/12/14	31/12/13		
	RM'000	RM'000	RM'000	%
Production and trading of security and confidential documents				
Revenue	202,951	183,552	19,399	10.6
Profit before tax	39,785	54,154	(14,369)	(26.5)

Revenue from production and trading of security and confidential documents improved by 10.6% to RM203.0 million from RM183.6 million last year, mainly due to higher sales volume of certain documents. Pretax profit decreased by RM14.4 million or 26.5% compared to the corresponding period last year, mainly due to less favourable sales mix.

	Year to date		Variance	
	31/12/14	31/12/13		
	RM'000	RM'000	RM'000	%
Oil palm production and processing				
Revenue	76,182	61,918	14,264	23.0
Profit before tax	28,856	21,177	7,679	36.3
Sales Quantity (mt)				
Crude palm oil (CPO)	33,335	30,096	3,238	10.8
Crude palm kernel oil (CPKO)	-	2,114	(2,114)	(100.0)
Average CIF selling price, net of duty (RM/mt)				
CPO	2,187	1,827	360	19.7
CPKO	-	2,028	(2,028)	(100.0)

Revenue from this segment was RM14.3 million or 23.0% higher than corresponding period last year. A pretax profit of RM28.9 million was registered, an improvement of RM7.7 million or 36.3% compared to previous year. The improvement in profit was mainly due to higher revenue of CPO arising from higher average selling price and higher sales volume.

B1. Review of Performance (Contd.)

	Year to date		Variance	
	31/12/14	31/12/13		
	RM'000	RM'000	RM'000	%
Property Management				
Revenue	4,222	4,039	183	4.5
Profit before tax	545	655	(110)	(16.8)

Revenue from the property management division recorded a marginal increase of RM183,000. Pretax profit was lower than previous year by RM110,000, 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	105,220	83,025	22,195	26.7
Profit before tax	25,343	23,211	2,132	9.2

During the quarter under review, the Group posted a revenue of RM105.2 million with a pretax profit of RM25.3 million as compared to RM23.2 million profit on the back of RM83.0 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	74,563	62,238	12,325	19.8
Profit before tax	13,909	13,441	468	3.5

Revenue from production of security and confidential documents increased by RM12.3 million or 19.8% from the preceding quarter, mainly due to higher sales volume of certain products. On the back of higher revenue but less favourable sales mix, pretax profit increased by 3.5% for the current quarter.

	Current	Preceding	Variance	
	Quarter	Quarter		
	RM'000	RM'000	RM'000	%
Oil palm production and processing				
Revenue	29,568	19,713	9,855	50.0
Profit before tax	10,239	8,958	1,281	14.3
Sales Quantity (mt)				
Crude palm oil (CPO)	11,236	10,078	1,158	11.5
Crude palm kernel oil (CPKO)	-	-	-	-
Average CIF selling price, net of duty (RM/mt)				
CPO	2,357	1,956	401	20.5
CPKO	-	-	-	-

Revenue from this segment for the current quarter increased by RM9.9 million or 50.0% to RM29.6 million as compared to the preceding quarter. The increase was principally attributable to higher average selling price of CPO and higher sales volume. Following a higher revenue, pretax profit increased by RM1.3 million or 14.3% during the quarter compared with the preceding quarter.

B3. Prospects

Profit from the production of security and confidential documents is expected to be lower than that of the previous financial year due to less favourable sales mix.

The oil palm production and processing segment will continue to be driven by the direction of CPO prices. In view of the prevailing palm products prices, the performance of this segment for the current financial year is expected to be satisfactory.

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 31/12/14 RM'000	Current Year to date 31/12/14 RM'000
Tax charge	<u>6,468</u>	<u>18,310</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. Corporate proposals**(a) Status of corporate proposal**

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

	<u>As at 31/12/14 RM'000</u>	<u>As at 31/12/14 RM'000</u>
Non-current		
Obligations under finance leases	2,028	-

The obligations under finance leases are in respect of a 99 year land lease granted to subsidiary, Gabungan Warisan Sdn Bhd to develop approximately 617.3 acres of land in Kuala Krai, Kelantan Darul Naim (Note B6.a). The lease expires on 2 July 2112.

B8. Realised/unrealised profits/(losses)

	<u>As at 31/12/14 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	393,868	411,391
- Unrealised	(19,481)	(17,794)
	<u>374,387</u>	<u>393,597</u>
Total share of retained profits/(accumulated losses) from associated company:		
- Realised	26,532	23,903
- Unrealised	978	1,447
	<u>27,510</u>	<u>25,350</u>
Add: Consolidation adjustments	10,905	13,886
Total group retained profits as per consolidated accounts	<u>412,802</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

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

B11. Earnings per share

	<i>Individual Quarter</i>		<i>Cumulative Quarter</i>	
	Current Year Quarter 31/12/14	Preceding Year Corresponding Quarter 31/12/13	Current Year To Date 31/12/14	Preceding Year Corresponding Period 31/12/13
<i>Earnings</i>				
Profit attributable to owners of the Company (RM'000)	17,387	24,122	47,835	57,221
Basic Earning per Share				
Weighted average number of ordinary shares in issue	147,529,635	80,470,710	147,529,635	80,470,710
Par value per share	RM0.50	RM1.00	RM0.50	RM1.00
Basic earnings per share (sen)	11.79	29.98	32.42	71.11

BY ORDER OF THE BOARD

LEE MO LENG
MOHD YUSOF BIN PANDAK YATIM
Company Secretaries

Kuala Lumpur
Date: 24 February 2015