

**DutaLand Berhad**

(Company No: 7296-V)

**UNAUDITED CONDENSED CONSOLIDATED BALANCE SHEET AS AT 31 MARCH 2010**

	<b>As at 31-Mar-10 RM'000 (Unaudited)</b>	<b>As at 30-Jun-09 RM'000 (Audited)</b>
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	345,662	343,505
Biological assets	130,385	129,617
Land held for property development	94,920	94,920
Investment properties	4,732	4,867
Prepaid land lease payments	123,063	124,278
Investments	104	104
Long term receivable	21,328	21,328
Deferred tax assets	8,989	8,735
	<u>729,183</u>	<u>727,354</u>
<b>Current assets</b>		
Property development costs	342,895	340,484
Inventories	6,610	7,131
Due from a former associate	5,242	5,793
Receivables	64,794	46,368
Tax recoverable	167	350
Short term investments	1,801	3,354
Cash and bank balances	9,885	13,460
	<u>431,394</u>	<u>416,940</u>
<b>TOTAL ASSETS</b>	<u>1,160,577</u>	<u>1,144,294</u>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity attributable to equity holders of the Company</b>		
Share capital	592,685	586,079
Irredeemable Convertible Unsecured Loan Stocks ("ICULS")	286,200	293,092
Irredeemable Convertible Bonds ("ICB")	10,532	10,532
Irredeemable Exchangeable Bonds ("IEB")	4,062	4,062
Reserves	27,462	27,176
Accumulated losses	(158,272)	(154,229)
	<u>762,669</u>	<u>766,712</u>
<b>Minority interests</b>	56,356	57,540
<b>Total equity</b>	<u>819,025</u>	<u>824,252</u>
<b>Non-current liabilities</b>		
Borrowings	191,992	177,404
Deferred tax liabilities	20,015	20,197
	<u>212,007</u>	<u>197,601</u>
<b>Current liabilities</b>		
Provisions for liabilities	128	128
Borrowings	76,739	77,291
Due to affiliates, net	248	153
Payables	49,236	42,914
Current tax payable	3,194	1,955
	<u>129,545</u>	<u>122,441</u>
<b>Total liabilities</b>	341,552	320,042
<b>TOTAL EQUITY AND LIABILITIES</b>	<u>1,160,577</u>	<u>1,144,294</u>

**UNAUDITED CONDENSED CONSOLIDATED INCOME STATEMENT  
FOR THE PERIOD ENDED 31 MARCH 2010**

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current quarter 31-Mar-10 RM'000	Preceding year corresponding quarter 31-Mar-09 RM'000	Current financial year-to-date 31-Mar-10 RM'000	Preceding year corresponding period 31-Mar-09 RM'000
<b>Revenue</b>	26,300	10,288	57,023	62,384
Expenses	(25,196)	(35,905)	(54,991)	(93,304)
Other income	4,032	83,084	6,479	83,930
Finance costs, net	(3,877)	(4,058)	(11,960)	(13,459)
<b>Profit/(loss) before taxation</b>	1,259	53,409	(3,449)	39,551
Income tax expense	(1,899)	(237)	(1,840)	(3,207)
<b>(Loss)/profit for the period</b>	<b>(640)</b>	<b>53,172</b>	<b>(5,289)</b>	<b>36,344</b>
Attributable to:				
Equity holders of the Company	(407)	53,362	(4,614)	36,762
Minority interests	(233)	(190)	(675)	(418)
	(640)	53,172	(5,289)	36,344
Earnings per share attributable to equity holders of the company (sen):				
Basic	(0.07)	9.45	(0.78)	6.51
Diluted	(0.07)	6.08	(0.78)	4.31

**DutaLand Berhad**

(Company No: 7296-V)

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
FOR THE PERIOD ENDED 31 MARCH 2010**

	← Attributable to Equity Holders of the Company →					Accumulated losses RM'000	Total Shareholders' Equity RM'000	Minority interest RM'000	Total Equity RM'000
	Share capital RM'000	Equity component of ICULS RM'000	Equity component of ICB RM'000	Equity component of IEB RM'000	Reserves RM'000				
<b>9 months ended 31 March 2010</b>									
<b>At 1 July 2009</b>	586,079	293,092	10,532	4,062	27,176	(154,229)	766,712	57,540	824,252
Loss for the period, representing total recognised income and expense for the period	-	-	-	-	-	(4,614)	(4,614)	(675)	(5,289)
Disposal of a subsidiary	-	-	-	-	-	-	-	(145)	(145)
Dividend paid to minority interest	-	-	-	-	-	-	-	(364)	(364)
Conversion of ICULS	6,606	(6,892)	-	-	286	571	571	-	571
<b>At 31 March 2010</b>	<u>592,685</u>	<u>286,200</u>	<u>10,532</u>	<u>4,062</u>	<u>27,462</u>	<u>(158,272)</u>	<u>762,669</u>	<u>56,356</u>	<u>819,025</u>
<b>9 months ended 31 March 2009</b>									
<b>At 1 July 2008</b>	564,603	316,187	75,337	44,602	26,251	(227,680)	799,300	58,084	857,384
Profit/(loss) for the period, representing total recognised income and expense for the period	-	-	-	-	-	36,762	36,762	(418)	36,344
Cancellation of ICB/IEB	-	-	(64,694)	(40,540)	-	-	(105,234)	-	(105,234)
<b>At 31 March 2009</b>	<u>564,603</u>	<u>316,187</u>	<u>10,643</u>	<u>4,062</u>	<u>26,251</u>	<u>(190,918)</u>	<u>730,828</u>	<u>57,666</u>	<u>788,494</u>

**DutaLand Berhad**

(Company No: 7296-V)

**UNAUDITED CONDENSED CONSOLIDATED CASH FLOW STATEMENT  
FOR THE PERIOD ENDED 31 MARCH 2010**

	Year-to-date 31-Mar-10 RM'000	Year-to-date 31-Mar-09 RM'000
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
(Loss)/profit before taxation	(3,449)	39,551
Adjustments for :		
Amortisation	1,391	2,136
Depreciation	3,101	3,417
Gain on disposal of investment in a subsidiary	(13)	(83,402)
Gain on disposal of property, plant and equipment, net	(320)	(77)
Loss on disposal of short term investment	61	-
Unrealised foreign exchange (gain)/loss, net	(5,825)	11,097
Creditors waiver	(77)	-
Interest expense	12,041	14,710
Interest income	(81)	(1,251)
Loss on cancellation of financial instruments	-	18,450
Property, plant and equipment written off	1	1
Impairment losses on marketable securities	-	1,920
Bad debts written off	32	7
Write back of allowance for doubtful debts	(94)	-
Operating profit before working capital changes	6,768	6,559
Changes in working capital	(13,416)	(9,087)
Cash used in operations	(6,648)	(2,528)
Taxation paid, net	(1,040)	(7,423)
Interest paid	(65)	(7)
<b>Net cash used in operating activities</b>	<b>(7,753)</b>	<b>(9,958)</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Expenditure incurred on biological assets	(768)	(2,423)
Expenditure incurred on prepaid land lease payments	(426)	-
Additions in land held for property development	-	(10,537)
Purchase of property, plant and equipment	(4,070)	(3,078)
Interest received	81	1,251
Net cash inflow from disposal of investment in a subsidiary	495	148,401
Proceeds from disposal of property, plant and equipment	472	752
Proceeds from disposal of short term investments	1,396	-
<b>Net cash (used in)/generated from investing activities</b>	<b>(2,820)</b>	<b>134,366</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Increase in amount due to affiliates, net	95	-
Drawdown of borrowings, net	8,060	16,430
Repayment of hire purchase and lease payables	(888)	(1,287)
Cancellation of financial instruments	-	(151,317)
Payment of dividend to minority interest by a subsidiary	(364)	-
Withdrawal of fixed deposit pledged with licensed banks	96	4
<b>Net cash generated from/(used in) financing activities</b>	<b>6,999</b>	<b>(136,170)</b>
<b>NET DECREASE IN CASH AND CASH EQUIVALENTS</b>	<b>(3,574)</b>	<b>(11,762)</b>
<b>CASH AND CASH EQUIVALENTS AT BEGINNING OF FINANCIAL PERIOD</b>	<b>14,848</b>	<b>36,757</b>
<b>CASH AND CASH EQUIVALENTS AT END OF FINANCIAL PERIOD</b>	<b>11,274</b>	<b>24,995</b>

**PART A : Notes Required by FRS 134**

**A1) Accounting policies and methods of computation**

The interim financial statements are unaudited and have been prepared in accordance with the requirements of Financial Reporting Standards (“FRS”) 134: Interim Financial Reporting and paragraph 9.22 of the Listing Requirements of the Bursa Malaysia Securities Berhad (“Bursa Securities”). The interim financial statements should be read in conjunction with the audited financial statements for the year ended 30 June 2009.

The accounting policies adopted by the Group in this interim financial report are consistent with those adopted in the financial statements for the year ended 30 June 2009.

**A2) Seasonal or cyclical factors**

The business operations of the Group during the financial period under review have not been materially affected by any seasonal or cyclical factors.

**A3) Nature and amount of items affecting assets, liabilities, equity, net income, or cash flows that are unusual because of their nature, size, or incidence**

There were no items affecting assets, liabilities, equity, net income or cash flows of the Group that are unusual due to their nature, size or incidence for the current financial period, other than as disclosed in the financial statements.

**A4) Nature and amount of changes in estimates of amounts reported in prior interim periods of the current financial year or changes in estimates of amounts reported in prior financial years, which give a material effect in the current interim period**

There were no changes in the estimates of amounts, which give a material effect in the current financial period.

**A5) Debt and equity securities**

During the 3 months period under review, the following financial instrument has been converted into ordinary shares of the Company:

<u>Financial instrument</u>	<u>Nominal value converted</u>	<u>Outstanding nominal value as at 31-Mac-10</u>
Irredeemable Convertible Unsecured Loan Stocks of nominal value RM1.00 each (“ICULS”)	524,628	323,704,972

**A6) Dividends paid**

No dividends have been paid for the current financial period.

## A7) Segmental reporting

Segmental analysis for the current financial period by business segments is as follows:

	Property Development	Plantation	Manufacturing	Investment Holding and Others	Elimination	Total
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
<b>9 months ended 31 March 2010</b>						
<b>Revenue</b>						
External revenue	32,930	22,526	572	995	-	57,023
Inter-segment revenue	-	-	-	1,133	(1,133)	-
Total revenue	<u>32,930</u>	<u>22,526</u>	<u>572</u>	<u>2,128</u>	<u>(1,133)</u>	<u>57,023</u>
<b>Results</b>						
Segment results	4,877	6,761	(1,971)	(1,156)	-	8,511
Finance costs, net						(11,960)
Income tax expense						(1,840)
Loss for the period						<u>(5,289)</u>
<b>9 months ended 31 March 2009</b>						
<b>Revenue</b>						
External revenue	5,896	53,518	1,026	1,944	-	62,384
Inter-segment revenue	-	-	-	14	(14)	-
Total revenue	<u>5,896</u>	<u>53,518</u>	<u>1,026</u>	<u>1,958</u>	<u>(14)</u>	<u>62,384</u>
<b>Results</b>						
Segment results	(4,248)	13,208	(1,667)	45,717	-	53,010
Finance costs, net						(13,459)
Income tax expense						(3,207)
Profit for the period						<u>36,344</u>

## A8) Significant post balance sheet event

There were no material transactions or events subsequent to the end of the current quarter.

## A9) Effect of changes in the composition of the Group

On 5 February 2010, the Company has completed the disposal of its entire 70% equity interest in Maswarna Colour Coatings Sdn Bhd ("Maswarna") and Maswarna has ceased to be a subsidiary of DutaLand. The disposal has no material effect to the Group.

## A10) Changes in Contingent Liabilities and Contingent Assets

There were no material changes in contingent liabilities and contingent assets since the last annual balance sheet as at 30 June 2009 to the date of this report.

## A11) Capital commitments

There were no material capital commitments which have not been provided for in the financial statements as at 31 March 2010.

## **PART B : Notes Required by Bursa Malaysia Listing Requirements**

### **B1) Review of performance**

Revenue for the third quarter ended 31 March 2010 of RM26.3 million was higher by RM16.0 million or 155% as compared to the previous year's corresponding quarter. The increase was mainly due to higher contribution from the property division of RM16.4 million.

The Group registered a profit before tax of RM1.3 million in the current quarter against RM53.4 million in the previous year's corresponding quarter. The profit before tax for last year corresponding quarter was mainly comprises gain on disposal of a subsidiary of RM83.4 million, offset with loss on cancellation of financial instruments of RM18.2 million. In the current year quarter, the Group recorded higher profit contributed by the property division and plantation division of RM4.4 million and RM0.8 million respectively, coupled with higher foreign exchange gain of RM8.9 million.

For the 9 months period ended 31 March 2010, the Group recorded revenue of RM57.0 million, lower by RM5.4 million or 9% from the previous year corresponding period. The decrease was mainly due to lower contribution from the plantation division of RM31.0 million, offset with increase in the revenue for property division of RM27.0 million.

The Group has recorded loss before tax of RM3.4 million for the current 9 months financial period as compared to profit before tax of RM39.6 million reported in the previous year corresponding period. The shortfall of RM43.0 million was mainly due to gain on disposal of a subsidiary of RM83.4 million, offset with loss on cancellation of financial instruments of RM18.5 million in the preceding year correspondence period. This was mitigated by higher foreign exchange gain of RM16.9 million and higher profit generated by the property division of RM9.0 million in the current period. The plantation division registered lower profit by RM6.8 million.

### **B2) Material changes in quarterly results**

The net loss for the third quarter ended 31 March 2010 was RM0.6 million, as compared to the net profit of RM0.4 million of preceding quarter. The decrease in the net profit by RM1.0 million was mainly due to lower profit recorded by the plantation division of RM2.9 million in the current quarter but mitigated by higher foreign exchange gain of RM2.3 million.

### **B3) Commentary on:**

#### **(a) Current year prospects**

The Group's results for the financial year ending 30 June 2010 is dependent on the economic conditions.

#### **(b) Progress to achieve the revenue or profit estimate, forecast, projection or internal targets which was previously announced or disclosed in public document**

There were no revenue or profit estimate, forecast, projection or internal targets, which was previously announced or disclosed in public document.

### **B4) Statement of the board of directors' opinion whether the revenue or profit estimate, forecast, projection or internal targets which was previously announced or disclosed in public document are likely to be achieved**

Not applicable.

### **B5) Variance from profit forecast and shortfall in profit guarantee**

Not applicable.

**B6) Taxation**

Tax charge comprises of the followings:

	<b>Current Quarter 31-Mac-10 RM'000</b>	<b>Current Financial Year-To-Date 31-Mac-10 RM'000</b>
Tax charge for the period	2,082	2,466
Transfer from deferred taxation	(183)	(626)
	1,899	1,840

The disproportionate tax charge for the period is due principally to certain expenses being disallowed for taxation purposes.

**B7) Unquoted investments and/or properties**

There was no sales of unquoted investments and properties during the current financial period.

**B8) Quoted Securities**

(a) In the first quarter ended 30 September 2009, the Group has disposed of 5,830,000 shares quoted on Bursa Malaysia Securities Berhad for total sum of RM1,396,000. The disposals had resulted in a loss of RM61,000 to the Group. There was no purchase or disposal of quoted securities in the current quarter.

(b) Investment in quoted securities as at 31 March 2010:

	<b>As at 31-Mac-10 RM'000</b>
Total Investment at cost	2
Total Investment at carrying value/book value (after impairment losses)	-
Total Investment at market value as at 31 March 2010	-

**B9) Status of corporate proposals announced but not completed**

On 7 April 2010, Alliance Investment Bank Berhad, had on behalf of the Company submitted an application to the Securities Commission ("SC") for a waiver from undertaking the remaining portion of the special issue of 54,268,208 new ordinary shares of RM1.00 each in DutaLand Bhd together with 54,268,208 free detachable warrants at an issue price of RM1.00 per DutaLand share to Bumiputra investors identified and approved by Ministry of International Trade and Industry. The application is pending approval from the SC.

**B10) Group borrowings**

The Group borrowings are as follows:

	<b>As at 31-Mac-10 RM'000</b>
<b>Short-term borrowings:</b>	
Secured	69,656
Unsecured	7,083
	<u>76,739</u>
<b>Long-term borrowings:</b>	
Secured	173,400
Unsecured	18,592
	<u>191,992</u>
<b>Total borrowings</b>	<b><u>268,731</u></b>

Included in the secured borrowings are foreign currency borrowings of USD22,994,000 (RM75,247,000 equivalent).

**B11) Off balance sheet financial instruments**

The Group has no financial instruments with off balance sheet risks as at the date of this report.

**B12) Changes in material litigation (including status of any pending material litigation) since the last annual balance sheet date**

The list of material litigation is attached as Annexure 1.

**B13) Dividend declared**

No dividend has been declared/ recommended for the current financial period.

**B14) Earnings per share**

	<b>3 months ended</b>		<b>9 months ended</b>	
	<b>31-Mac-10</b>	<b>31-Mac-09</b>	<b>31-Mac-10</b>	<b>31-Mac-09</b>
<b>(a) Basic</b>				
(Loss)/profit attributable to ordinary equity holders of the Company (RM'000)	(407)	53,362	(4,614)	36,762
Weighted average number of ordinary shares ('000)	592,579	564,603	590,919	564,603
Basic earnings per ordinary share for the period (sen)	<u>(0.07)</u>	<u>9.45</u>	<u>(0.78)</u>	<u>6.51</u>

	3 months ended		9 months ended	
	31-Mar-10	31-Mar-09	31-Mar-10	31-Mar-09
<b>(b) Diluted</b>				
(Loss)/profit attributable to ordinary equity holders of the Company including assumed conversions (RM'000)	(445)	53,888	(4,614)	38,196
Adjusted weighted average number of ordinary shares in issue and issuable ('000)	598,052	885,918	590,919	885,581
Diluted earnings per ordinary share for the period (sen)	(0.07)	6.08	*(0.78)	4.31

\* The diluted EPS is the same as the basic EPS. This is because the computations of diluted EPS produced anti-dilution effects and were therefore disregarded.

#### **B15) Declaration of audit qualification**

The audit report of the Company's preceding annual financial statements was not subject to qualification.

On behalf of the Board  
**DUTALAND BERHAD**

Yap Siew Khim  
Company Secretary

Kuala Lumpur  
19 May 2010