

DutaLand Berhad

(Company No: 7296-V)

UNAUDITED CONDENSED CONSOLIDATED BALANCE SHEET AS AT 30 JUNE 2010

	As at 30-Jun-10 RM'000 (Unaudited)	As at 30-Jun-09 RM'000 (Audited)
ASSETS		
Non-current assets		
Property, plant and equipment	344,209	343,505
Biological assets	130,780	129,617
Land held for property development	89,649	94,920
Investment properties	826	4,867
Prepaid land lease payments	116,529	124,278
Investments	28	104
Long term receivable	15,885	21,328
Deferred tax assets	6,541	8,735
	704,447	727,354
Current assets		
Property development costs	319,888	340,484
Inventories	5,904	7,131
Due from a former associate	5,161	5,793
Due from affiliates, net	420	-
Receivables	89,983	46,368
Tax recoverable	197	350
Short term investments	1,856	3,354
Cash and bank balances	11,839	13,460
	435,248	416,940
TOTAL ASSETS	1,139,695	1,144,294
EQUITY AND LIABILITIES		
Equity attributable to equity holders of the Company		
Share capital	592,710	586,079
Irredeemable Convertible Unsecured Loan Stocks ("ICULS")	279,834	293,092
Irredeemable Convertible Bonds ("ICB")	9,484	10,532
Irredeemable Exchangeable Bonds ("IEB")	4,062	4,062
Reserves	18,093	27,176
Accumulated losses	(133,209)	(154,229)
	770,974	766,712
Minority interests	56,115	57,540
Total equity	827,089	824,252
Non-current liabilities		
Borrowings	160,693	177,404
Deferred tax liabilities	19,053	20,197
	179,746	197,601
Current liabilities		
Provisions for liabilities	86	128
Borrowings	80,153	77,291
Due to affiliates, net	-	153
Payables	46,081	42,914
Current tax payable	6,540	1,955
	132,860	122,441
Total liabilities	312,606	320,042
TOTAL EQUITY AND LIABILITIES	1,139,695	1,144,294

**UNAUDITED CONDENSED CONSOLIDATED INCOME STATEMENT
FOR THE YEAR ENDED 30 JUNE 2010**

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current quarter 30-Jun-10 RM'000	Preceding year corresponding quarter 30-Jun-09 RM'000	Current financial year-to-date 30-Jun-10 RM'000	Preceding year corresponding period 30-Jun-09 RM'000
Revenue	52,051	38,102	109,074	100,486
Expenses	(48,287)	(17,269)	(103,278)	(110,573)
Other income	20,684	22,388	27,163	106,318
Finance costs, net	(5,209)	(4,897)	(17,169)	(18,356)
Profit before taxation	19,239	38,324	15,790	77,875
Income tax (expense)/reversal, net	(6,902)	14,915	(8,742)	11,708
Profit for the period/year	12,337	53,239	7,048	89,583
Attributable to:				
Equity holders of the Company	12,578	53,365	7,964	90,127
Minority interests	(241)	(126)	(916)	(544)
	12,337	53,239	7,048	89,583
Earnings per share attributable to equity holders of the company (sen):				
Basic	2.12	9.33	1.35	15.91
Diluted	1.47	6.18	1.09	10.63

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**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 30 JUNE 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
	← Non-Distributable →	Share capital RM'000	Equity component of ICULS RM'000	Equity component of ICB RM'000	Equity component of IEB RM'000				
12 months ended 30 June 2010									
At 1 July 2009	586,079	293,092	10,532	4,062	27,176	(154,229)	766,712	57,540	824,252
Profit for the year, representing total recognised income and expense for the year	-	-	-	-	-	7,964	7,964	(916)	7,048
Disposal of a subsidiary	-	-	-	-	-	-	-	(145)	(145)
Dividend paid to minority interest	-	-	-	-	-	-	-	(364)	(364)
Realisation upon disposal of assets	-	-	-	-	(9,370)	9,370	-	-	-
Reversal of deferred tax liabilities	-	-	-	-	-	3,642	3,642	-	3,642
Reversal of deferred tax assets on coupon payment	-	(1,850)	(121)	-	-	-	(1,971)	-	(1,971)
Cancellation of ICULS/ICB	-	(4,490)	(927)	-	-	(528)	(5,945)	-	(5,945)
Conversion of ICULS	6,631	(6,918)	-	-	287	572	572	-	572
At 30 June 2010	592,710	279,834	9,484	4,062	18,093	(133,209)	770,974	56,115	827,089
12 months ended 30 June 2009									
At 1 July 2008	564,603	316,187	75,337	44,602	26,251	(227,680)	799,300	58,084	857,384
Profit for the year, representing total recognised income and expense for the year	-	-	-	-	-	90,127	90,127	(544)	89,583
Cancellation of ICULS/ICB/IEB	-	(793)	(64,721)	(40,540)	-	(18,489)	(124,543)	-	(124,543)
Conversion of ICULS	21,376	(22,302)	-	-	925	1,811	1,810	-	1,810
Conversion of ICB	100	-	(84)	-	-	2	18	-	18
At 30 June 2009	586,079	293,092	10,532	4,062	27,176	(154,229)	766,712	57,540	824,252

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**UNAUDITED CONDENSED CONSOLIDATED CASH FLOW STATEMENT
FOR THE YEAR ENDED 30 JUNE 2010**

	Year-to-date 30-Jun-10 RM'000	Year-to-date 30-Jun-09 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	15,790	77,875
Adjustments for :		
Amortisation	1,875	2,680
Depreciation	4,840	4,703
Gain on disposal of investment in a subsidiary	(13)	(83,402)
Gain on disposal of property, plant and equipment, net	(523)	(171)
Gain on disposal of investment properties and prepaid land lease payments	(13,313)	-
Loss/(gain) on disposal of short term investments	61	(287)
(Gain)/loss on cancellation of financial instruments	(2)	13
Unrealised foreign exchange (gain)/loss, net	(6,165)	8,175
Waiver of creditors	(269)	(138)
Waiver of tax penalty	-	(267)
Interest expense	17,258	19,663
Interest income	(89)	(1,307)
Property, plant and equipment written off	3	7
Impairment losses on marketable securities	-	1,849
Allowance for doubtful debts	882	193
Provision for liabilities	1	16
Provision for short term accumulating compensated absences, net	-	1
Bad debts written off	5	7
Write back of allowance for doubtful debts	(137)	(2)
Write back of provision for liabilities	(30)	(386)
Write back of provision for litigation claims	(22)	(21,285)
Write back of impairment loss on land held for property development	(6,263)	-
Operating profit before working capital changes	13,889	7,937
Changes in working capital	(13,749)	(12,282)
Cash generated from/(used in) operations	140	(4,345)
(Tax paid)/tax refund received, net	(1,632)	3,244
Interest paid	(1,461)	(208)
Net cash used in operating activities	(2,953)	(1,309)
CASH FLOWS FROM INVESTING ACTIVITIES		
Expenditure incurred on biological assets	(1,163)	(2,745)
Expenditure incurred on prepaid land lease payments	(425)	(9)
Additions in land held for property development	(27)	(10,610)
Purchase of property, plant and equipment	(4,818)	(3,421)
Interest received	89	1,307
Net cash inflow from disposal of investment in a subsidiary	495	148,401
Proceeds from disposal of property, plant and equipment	675	185
Proceeds from disposal of investment properties and prepaid land lease payments	34,783	-
Proceeds from disposal of short term investments	1,396	1,000
Proceeds from withdrawal of investments	76	-
Net cash generated from investing activities	31,081	134,108

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**UNAUDITED CONDENSED CONSOLIDATED CASH FLOW STATEMENT
FOR THE YEAR ENDED 30 JUNE 2010**

	Year-to-date 30-Jun-10 RM'000	Year-to-date 30-Jun-09 RM'000
CASH FLOWS FROM FINANCING ACTIVITIES		
Decrease in amount due from a former associate	645	1,303
Changes in amount due from/to affiliates, net	(1,231)	119
Drawdown of borrowings, net	44,580	29,833
Repayment of hire purchase and lease payables	(566)	(796)
Repayment and cancellation of financial instruments	(55,517)	(187,328)
Coupon payment for financial instruments	(17,326)	-
Payment of dividend to minority interest by a subsidiary	(364)	-
Withdrawal of fixed deposit pledged	96	2,153
Net cash used in financing activities	(29,683)	(154,716)
NET DECREASE IN CASH AND CASH EQUIVALENTS	(1,555)	(21,917)
EFFECTS OF EXCHANGE RATE CHANGES	(11)	8
CASH AND CASH EQUIVALENTS AT BEGINNING OF FINANCIAL YEAR	14,848	36,757
CASH AND CASH EQUIVALENTS AT END OF FINANCIAL YEAR	13,282	14,848

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 12 months period under review, the following financial instruments have been redeemed/cancelled/converted:

Financial instruments	Nominal value redeemed/ cancelled/ converted	Outstanding nominal value as at 30-Jun-10
Irredeemable Convertible Bonds of nominal value RM1.00 each (“ICB”)	1,305,674	13,523,428
Irredeemable Convertible Unsecured Loan Stocks of nominal value RM1.00 each (“ICULS”)	12,902,280	318,597,520
Redeemable Unsecured Loan Stocks of nominal value RM1.00 each (“RULS”)	24,385,952	26,280,576
Redeemable Secured Bonds of nominal value USD1.00 each (“MCBVI BONDS”)	3,948,000	18,424,000

Financial instruments	Nominal value redeemed/ cancelled/ converted	Outstanding nominal value as at 30-Jun-10
Restructured Term Loan (“RTL”)	12,204,038	51,299,643
Irredeemable Exchangeable Bonds of nominal value USD1.00 each (“IEB”)	-	1,883,183

A6) Dividends paid

No dividends have been paid for the current financial period.

A7) Segmental reporting

Segmental analysis for the current financial year 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
12 months ended 30 June 2010						
Revenue						
External revenue	76,145	31,111	572	1,246	-	109,074
Inter-segment revenue	-	-	-	6,467	(6,467)	-
Total revenue	<u>76,145</u>	<u>31,111</u>	<u>572</u>	<u>7,713</u>	<u>(6,467)</u>	<u>109,074</u>
Results						
Segment results	22,687	8,809	(4,771)	6,234	-	32,959
Finance costs, net						(17,169)
Income tax expense						(8,742)
Profit for the year						<u>7,048</u>
12 months ended 30 June 2009						
Revenue						
External revenue	34,839	61,622	1,399	2,626	-	100,486
Inter-segment revenue	-	-	-	14	(14)	-
Total revenue	<u>34,839</u>	<u>61,622</u>	<u>1,399</u>	<u>2,640</u>	<u>(14)</u>	<u>100,486</u>
Results						
Segment results	5,710	11,180	18,049	61,292	-	96,231
Finance costs, net						(18,356)
Income tax reversal, net						11,708
Profit for the year						<u>89,583</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 30 June 2010.

PART B : Notes Required by Bursa Malaysia Listing Requirements

B1) Review of performance

Revenue for the fourth quarter ended 30 June 2010 was higher by RM14.0 million as compared to the previous year's corresponding quarter. The increase was mainly due to higher contribution from the property division.

The Group registered a profit before tax of RM19.2 million in the current quarter against RM38.3 million in the previous year's corresponding quarter.

For the financial year ended 30 June 2010, the Group recorded revenue of RM109.1 million, higher by RM8.6 million or 9% from the previous year. The increase was mainly due to higher contribution from the property division of RM41.3 million, offset with decrease in the revenue for plantation division of RM30.5 million. The decrease in revenue of plantation division was due to disposal of a subsidiary which contributed revenue of RM31.7 million in previous year.

The Group has recorded profit before tax of RM15.8 million for the current financial year as compared to profit before tax of RM77.9 million reported in the previous year. The shortfall of RM62.1 million was mainly due to gain on disposal of a subsidiary of RM83.4 million and write back of provision for litigation claims of RM21.3 million recorded in the previous year. This was mitigated by higher foreign exchange gain of RM14.4 million, gain on disposal of investment properties/land of RM13.3 million and higher profit generated by the property division of RM15.0 million in the current year. The plantation division registered lower profit by RM2.6 million in current year.

B2) Material changes in quarterly results

The profit before tax for the fourth quarter ended 30 June 2010 was RM19.2 million as compared to RM1.3 million of preceding quarter. The increase of RM17.9 million was mainly due to gain on disposal of investment properties/land of RM13.3 million and write back of provision for impairment loss on development land of RM6.3 million recorded in the current quarter, offset with lower foreign exchange gain of RM3.2 million.

B3) Commentary on:

(a) Current year prospects

The Group's results for the financial year ending 30 June 2011 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:

	Current Quarter 30-Jun-10 RM'000	Current Financial Year-To-Date 30-Jun-10 RM'000
Tax charge for the quarter/year	3,907	6,373
Transfer from deferred taxation	2,995	2,369
	6,902	8,742

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

B7) Unquoted investments and/or properties

There was no sales of unquoted investments during the current financial period. The profit on sales of properties amounted to RM13,313,000 for the current quarter and financial year-to-date respectively.

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 30 June 2010:

	As at 30-Jun-10 RM'000
Total Investment at cost	2
Total Investment at carrying value/book value (after impairment losses)	-
Total Investment at market value as at 30 June 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 ("Special Issue Balance"). SC had on 19 July 2010 informed the Company that there are no further equity conditions to be imposed on the Company. As a result thereof, the Company will not be required to implement the Special Issue Balance.

B10) Group borrowings

The Group borrowings are as follows:

	As at 30-Jun-10 RM'000
Short-term borrowings:	
Secured	73,283
Unsecured	6,870
	<u>80,153</u>
Long-term borrowings:	
Secured	148,651
Unsecured	12,042
	<u>160,693</u>
Total borrowings	<u>240,846</u>

Included in the secured borrowings are foreign currency borrowings of USD18,457,000 (RM60,381,000 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 year.

B14) Earnings per share

	3 months ended		12 months ended	
	30-Jun-10	30-Jun-09	30-Jun-10	30-Jun-09
(a) Basic				
Profit attributable to ordinary equity holders of the Company (RM'000)	12,578	53,365	7,964	90,127
Weighted average number of ordinary shares ('000)	592,700	571,722	591,363	566,378
Basic earnings per ordinary share for the period/year (sen)	<u>2.12</u>	<u>9.33</u>	<u>1.35</u>	<u>15.91</u>

	3 months ended		12 months ended	
	30-Jun-10	30-Jun-09	30-Jun-10	30-Jun-09
(b) Diluted				
Profit attributable to ordinary equity holders of the Company including assumed conversions (RM'000)	12,948	53,790	9,467	91,939
Adjusted weighted average number of ordinary shares in issue and issuable ('000)	879,381	871,061	866,997	865,087
Diluted earnings per ordinary share for the period/year (sen)	1.47	6.18	1.09	10.63

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

Lim Yoke Si
Company Secretary

Kuala Lumpur
24 August 2010