

DutaLand Berhad

(Company No: 7296-V)

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 31 MARCH 2011**

	As at 31-Mar-11 RM'000 (Unaudited)	As at 30-Jun-10 RM'000 (Restated)
ASSETS		
Non-current assets		
Property, plant and equipment	11,369	14,585
Biological assets	218,019	216,800
Land held for property development	90,207	90,198
Investment properties	330,130	330,642
Prepaid land lease payments	114,676	115,990
Investments	28	28
Long term receivable	14,142	15,885
Deferred tax assets	6,868	6,541
	785,439	790,669
Current assets		
Property development costs	301,216	319,888
Inventories	4,140	5,904
Due from a former associate	5,672	5,672
Due from affiliates	358	785
Receivables	74,061	89,321
Tax recoverable	5,149	196
Short term investments	1,903	3,379
Cash and bank balances	8,945	10,332
	401,444	435,477
TOTAL ASSETS	1,186,883	1,226,146
EQUITY AND LIABILITIES		
Equity attributable to equity holders of the Company		
Share capital	592,875	592,710
Irredeemable Convertible Unsecured Loan Stocks ("ICULS")	279,693	279,834
Irredeemable Convertible Bonds ("ICB")	9,375	9,484
Irredeemable Exchangeable Bonds ("IEB")	2,847	4,062
Reserves	104,119	104,113
Accumulated losses	(122,641)	(134,055)
	866,268	856,148
Minority interests	55,367	56,173
Total equity	921,635	912,321
Non-current liabilities		
Borrowings	119,430	160,701
Deferred tax liabilities	19,116	19,177
	138,546	179,878
Current liabilities		
Provisions for liabilities	115	115
Borrowings	51,836	80,146
Due to affiliates	763	399
Payables	66,673	44,459
Current tax payable	7,315	8,828
	126,702	133,947
Total liabilities	265,248	313,825
TOTAL EQUITY AND LIABILITIES	1,186,883	1,226,146
Net assets per share (RM)	1.46	1.44

**UNAUDITED CONDENSED CONSOLIDATED INCOME STATEMENT
FOR THE PERIOD ENDED 31 MARCH 2011**

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current quarter 31-Mar-11 RM'000	Preceding year corresponding quarter 31-Mar-10 RM'000	Current financial year-to-date 31-Mar-11 RM'000	Preceding year corresponding period 31-Mar-10 RM'000
Revenue	56,655	26,300	90,844	57,023
Expenses	(47,638)	(25,196)	(76,011)	(54,991)
Other income	1,586	4,032	5,177	6,479
Finance costs, net	(3,249)	(3,877)	(9,996)	(11,960)
Profit/(loss) before taxation	7,354	1,259	10,014	(3,449)
Income tax reversal/(expense), net	1,811	(1,899)	3,654	(1,840)
Profit/(loss) for the period	9,165	(640)	13,668	(5,289)
Attributable to:				
Equity holders of the Company	9,497	(407)	14,474	(4,614)
Minority interests	(332)	(233)	(806)	(675)
	9,165	(640)	13,668	(5,289)
Earnings per share attributable to equity holders of the Company (sen):				
Basic	1.60	(0.07)	2.44	(0.78)
Diluted	1.12	(0.07)	1.76	(0.78)

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE PERIOD ENDED 31 MARCH 2011**

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current quarter 31-Mar-11 RM'000	Preceding year corresponding quarter 31-Mar-10 RM'000	Current financial year-to-date 31-Mar-11 RM'000	Preceding year corresponding period 31-Mar-10 RM'000
Profit/(loss) for the period	9,165	(640)	13,668	(5,289)
Other comprehensive income for the period	-	-	-	-
Total comprehensive income/(expense) for the period	9,165	(640)	13,668	(5,289)
Total comprehensive income/(expense) attributable to:				
Equity holders of the Company	9,497	(407)	14,474	(4,614)
Minority interests	(332)	(233)	(806)	(675)
	9,165	(640)	13,668	(5,289)

DutaLand Berhad

(Company No: 7296-V)

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE PERIOD ENDED 31 MARCH 2011**

	← 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				
9 months ended 31 March 2011									
At 1 July 2010	592,710	279,834	9,484	4,062	104,113	(134,055)	856,148	56,173	912,321
Effects of adopting FRS 139 (Note A1)	-	-	-	-	-	(2,762)	(2,762)	-	(2,762)
	<u>592,710</u>	<u>279,834</u>	<u>9,484</u>	<u>4,062</u>	<u>104,113</u>	<u>(136,817)</u>	<u>853,386</u>	<u>56,173</u>	<u>909,559</u>
Profit for the period	-	-	-	-	-	14,474	14,474	(806)	13,668
Other comprehensive income for the period	-	-	-	-	-	-	-	-	-
Total comprehensive income for the period	-	-	-	-	-	14,474	14,474	(806)	13,668
Cancellation of ICB	-	-	(109)	-	-	(39)	(148)	-	(148)
Cancellation of IEB	-	-	-	(1,215)	-	(240)	(1,455)	-	(1,455)
Conversion of ICULS	165	(141)	-	-	6	(19)	11	-	11
At 31 March 2011	<u>592,875</u>	<u>279,693</u>	<u>9,375</u>	<u>2,847</u>	<u>104,119</u>	<u>(122,641)</u>	<u>866,268</u>	<u>55,367</u>	<u>921,635</u>
9 months ended 31 March 2010									
At 1 July 2009	586,079	293,092	10,532	4,062	27,176	(154,229)	766,712	57,540	824,252
Loss for the period	-	-	-	-	-	(4,614)	(4,614)	(675)	(5,289)
Other comprehensive income for the period	-	-	-	-	-	-	-	-	-
Total comprehensive 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
At 31 March 2010	<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>

DutaLand Berhad

(Company No: 7296-V)

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE PERIOD ENDED 31 MARCH 2011**

	Year-to-date 31-Mar-11 RM'000	Year-to-date 31-Mar-10 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit/(loss) before taxation	10,014	(3,449)
Adjustments for :		
Amortisation	1,359	1,391
Depreciation	3,315	3,101
Gain on disposal of property, plant and equipment, net	(69)	(320)
Loss on disposal of short term investments	-	61
Gain on disposal of investment properties	(487)	-
Gain on disposal of investment in a subsidiary	-	(13)
Gain on repayment of financial instruments	(12)	-
Unrealised foreign exchange gain, net	(4,458)	(5,825)
Waiver of creditors	-	(77)
Interest expense	11,050	12,041
Interest income	(1,054)	(81)
Property, plant and equipment written off	1	1
Bad debts written off	19	32
Write back of provision for doubtful debts	-	(94)
Operating profit before working capital changes	19,678	6,768
Changes in working capital	58,655	(13,416)
Cash generated from/(used in) operations	78,333	(6,648)
Tax paid, net	(3,208)	(1,040)
Interest paid	(90)	(65)
Net cash generated from/(used in) operating activities	75,035	(7,753)
CASH FLOWS FROM INVESTING ACTIVITIES		
Expenditure incurred on biological assets	(1,219)	(768)
Expenditure incurred on prepaid land lease payments	(45)	(426)
Additions in land held for property development	(9)	-
Additions in investment properties	(67)	(3,564)
Purchase of property, plant and equipment	(195)	(506)
Interest received	60	81
Net cash inflow from disposal of investment in a subsidiary	-	495
Proceeds from disposal of property, plant and equipment	169	472
Proceeds from disposal of investment properties	1,061	-
Proceeds from disposal of short term investments	-	1,396
Net cash used in investing activities	(245)	(2,820)
CASH FLOWS FROM FINANCING ACTIVITIES		
Changes in amount due from/to affiliates, net	-	95
(Repayment)/drawdown of borrowings, net	(13,857)	8,060
Repayment of hire purchase and lease payables	(366)	(888)
Repayment of financial instruments	(61,178)	-
Payment of dividend to minority interest by a subsidiary	-	(364)
Interest paid	(2,252)	-
(Placement)/withdrawal of fixed deposit pledged with licensed banks	(29)	96
Net cash (used in)/generated from financing activities	(77,682)	6,999
NET DECREASE IN CASH AND CASH EQUIVALENTS	(2,892)	(3,574)
CASH AND CASH EQUIVALENTS AT BEGINNING OF FINANCIAL PERIOD	13,248	14,848
CASH AND CASH EQUIVALENTS AT END OF FINANCIAL PERIOD	10,356	11,274

PART A : Notes Required by FRS 134

A1) Accounting policies and methods of computation

The interim financial report is unaudited and has 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 report should be read in conjunction with the audited financial statements for the year ended 30 June 2010.

The accounting policies and methods of computation adopted by the Group in this interim financial report are consistent with those adopted in the financial statements for the year ended 30 June 2010, except for the adoption of new FRSs, amendments and IC Interpretations that are mandatory for the Group for the financial year beginning 1 July 2010. The adoption of these FRSs, amendments and interpretations do not have material impact on the interim financial report of the Group, except for the adoption of the following FRSs:

FRS 101 – Presentation of Financial Statements (Revised)

The new FRS prohibits the presentation of items of income and expenses (that is “non-owner changes in equity”) in the statement of changes in equity. Non-owner changes in equity are to be presented separately from owner changes in equity. All non-owner changes in equity will be required to be shown in a performance statement, but entities can choose whether to present one performance statement (the statement of comprehensive income) or two statements (the income statement and statement of comprehensive income).

The Group has elected to present two separate statements, i.e. income statement and statement of comprehensive income. All non-owner changes in equity are now included in the statement of comprehensive income.

Amendment to FRS 116 – Property, Plant and Equipment and Amendment to FRS 140 – Investment Property

Prior to the adoption of the Amendment to FRS 116 and Amendment to FRS 140, properties that were being constructed or developed for future use as investment properties were treated as investment properties under construction and classified as property, plant and equipment. With the adoption of the Amendment to FRS 116 and Amendment to FRS 140, the Group has reclassified such properties to investment properties.

The reclassifications pursuant to the amendments of FRS 116 and FRS 140 have been adopted retrospectively and the effects are as follows:

	As previously reported	Effects of amendments to FRS 116 and FRS 140	As restated
	RM’000	RM’000	RM’000
Property, plant and equipment	344,649	(330,064)	14,585
Investment properties	578	330,064	330,642

FRS 139 – Financial Instruments: Recognition and Measurement

Prior to the adoption of FRS 139, financial derivatives were recognised on their settlement dates. Outstanding derivatives at the balance sheet date were not recognised. With the adoption of FRS 139, all financial assets and financial liabilities, including derivatives, are recognised at contract dates when the Group has become a party to the contractual provisions of the instruments.

With the adoption of FRS 139, financial assets and financial liabilities recognised in the prior financial year are classified into the following categories:

Pre-FRS 139	Post-FRS 139
(1) Private debt instruments	Loans and receivables
(2) Short term investments	Financial assets at fair value through profit or loss
(3) Long term borrowings	Financial liabilities at amortised cost

The measurement bases applied to the financial assets and financial liabilities in the prior financial year are changed to conform to the measurement standards of FRS 139 in the current quarter. At initial recognition, all financial assets and financial liabilities are measured at their fair value plus in the case of financial instruments not at fair value through profit or loss, transaction costs directly attributable to the acquisition or issuance of the instruments. Subsequent to the initial recognition, the financial assets and financial liabilities are measured as follows:

Category	Measurement basis
(1) Financial instruments at fair value through profit or loss	At fair value through profit or loss
(2) Held-to-maturity investments	At amortised cost effective interest method
(3) Loans and receivables	At amortised cost effective interest method
(4) Available-for-sale investments	At fair value though other comprehensive income, unless fair value cannot be reliably measured, in which case, they are measured at cost.
(5) Loans and other financial liabilities	At amortised cost effective interest method

In accordance with the transitional provisions of FRS 139 for first time adoption, the changes are applied prospectively and the comparatives as of 30 June 2010 are not restated. The effects arising from the adoption of FRS 139 are as follows:

	Increase/ (decrease) RM'000
Statement of financial position as at 1 July 2010	
<u>Non-current assets</u>	
Long term receivable	(2,444)
<u>Current assets</u>	
Receivables	(318)
<u>Equity</u>	
Accumulated losses	<u>2,762</u>

The adoption of FRS 139 has increased the profit before tax for the current quarter and year-to-date by RM323,000 and RM994,000 respectively. The detail is as follows:

	Current quarter RM'000	Year-to-date RM'000
Interest income	<u>323</u>	<u>994</u>

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

Financial instruments	Nominal value cancelled/ converted	Outstanding nominal value as at 31-Mar-11
Irredeemable Convertible Bonds of nominal value RM1.00 each ("ICB")	169,056	13,354,372
Restructured Term Loan ("RTL")	1,002,261	50,297,382
Irredeemable Convertible Unsecured Loan Stocks of nominal value RM1.00 each ("ICULS")	194,700	318,402,820
Redeemable Unsecured Loan Stocks of nominal value RM1.00 each ("RULS")	-	26,280,576
Irredeemable Exchangeable Bonds of nominal value USD1.00 each ("IEB")	563,183	1,320,000
Redeemable Secured Bonds of nominal value USD1.00 each ("MCBVI BONDS")	18,424,000	-

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
9 months ended 31 March 2011						
Revenue						
External revenue	52,207	38,541	-	96	-	90,844
Inter-segment revenue	-	-	-	13,333	(13,333)	-
Total revenue	<u>52,207</u>	<u>38,541</u>	<u>-</u>	<u>13,429</u>	<u>(13,333)</u>	<u>90,844</u>
Results						
Segment results	6,487	18,681	(1,688)	(3,470)	-	20,010
Finance costs, net						(9,996)
Income tax reversal, net						3,654
Profit for the period						<u>13,668</u>
9 months ended 31 March 2010						
Revenue						
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>
Results						
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>

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

There were no changes in the composition of the Group for the current financial period.

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 2010 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 2011.

PART B : Notes Required by Bursa Malaysia Listing Requirements

B1) Review of performance

For the third quarter ended 31 March 2011, the Group recorded revenue of RM56.7 million, higher by RM30.4 million or 115% from the previous year's corresponding period. The increase was mainly due to higher contribution from the property division and plantation division of RM24.3 million and RM6.2 million respectively. The increase in revenue had led to a higher profit before tax of RM6.1 million. The Group has registered profit before tax of RM7.4 million in the current quarter, as compared to RM1.3 million reported in the same period of previous year.

For the 9 months period ended 31 March 2011, the Group has recorded revenue of RM90.8 million, higher by RM33.8 million or 59% from the previous year corresponding period. The increase was mainly due to higher contribution from the property division and plantation division of RM19.3 million and RM16.0 million respectively. The improvement in revenue had contributed to higher profit before tax of RM13.4 million in the current financial year period, as compared to loss before tax of RM3.4 million of the same corresponding period of previous financial year.

B2) Material changes in quarterly results

The profit before tax for the third quarter ended 31 March 2011 was RM7.4 million as compared to RM1.1 million of preceding quarter. The surplus of RM6.3 million was mainly due to higher profit of RM8.4 million recorded by the property division, offset with lower profit of RM1.4 million recorded by the plantation division.

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 31-Mac-11 RM'000	Current Financial Year-To-Date 31-Mac-11 RM'000
Income tax reversal, net	(1,683)	(3,257)
Transfer from deferred taxation	(128)	(397)
	<u>(1,811)</u>	<u>(3,654)</u>

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

B7) Unquoted investments and/or properties

There was no sales of unquoted investments during the current financial period. The profit from sales of properties amounted to RM487,000 for the current quarter and financial year-to-date respectively.

B8) Quoted Securities

- (a) Shares quoted on Bursa Malaysia Securities Berhad with cost of RM2,000 were disposed of during the quarter. The disposal has no material financial impact to the Group's results.
- (b) There was no investment in quoted securities as at 31 March 2011.

B9) Status of corporate proposals announced but not completed

There was no corporate proposals announced but not completed in the current quarter.

B10) Group borrowings

The Group borrowings are as follows:

	As at 31-Mac-11 RM'000
Short-term borrowings:	
Secured	44,588
Unsecured	7,248
	<u>51,836</u>
Long-term borrowings:	
Secured	106,323
Unsecured	13,107
	<u>119,430</u>
Total borrowings	<u>171,266</u>

Included in the secured borrowings are foreign currency borrowings of USD243,000 (RM734,000 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

	3 months ended		9 months ended	
	31-Mac-11	31-Mac-10	31-Mac-11	31-Mac-10
(a) Basic				
Profit/(loss) attributable to ordinary equity holders of the Company (RM'000)	9,497	(407)	14,474	(4,614)
Weighted average number of ordinary shares ('000)	592,875	592,579	592,799	590,919
Basic earnings per ordinary share for the period (sen)	<u>1.60</u>	<u>(0.07)</u>	<u>2.44</u>	<u>(0.78)</u>
(b) Diluted				
Profit/(loss) attributable to ordinary equity holders of the Company including assumed conversions (RM'000)	9,829	(445)	15,472	(4,614)
Adjusted weighted average number of ordinary shares in issue and issuable ('000)	877,475	598,052	877,609	590,919
Diluted earnings per ordinary share for the period (sen)	<u>1.12</u>	<u>(0.07)</u>	<u>1.76</u>	<u>*(0.78)</u>

* 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) Disclosure of realised and unrealised profits/(losses)

	As at 31-Mar-11 RM'000	As at 31-Dec-10 RM'000
Total (accumulated losses)/retained profits of DutaLand Berhad and its subsidiaries:		
- Realised	(716,127)	(774,215)
- Unrealised	(31,515)	(25,480)
	<hr/>	<hr/>
	(747,642)	(799,695)
Consolidation adjustments	625,001	667,797
Total Group's accumulated losses	<hr/>	<hr/>
	(122,641)	(131,898)

B16) 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

Pang Siok Tieng
Company Secretary

Kuala Lumpur
25 May 2011