

**DutaLand Berhad**

(Company No: 7296-V)

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION  
AS AT 30 SEPTEMBER 2011**

	<b>As at 30-Sep-11 RM'000 (Unaudited)</b>	<b>As at 30-Jun-11 RM'000 (Audited)</b>
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	456,233	457,313
Biological assets	218,959	218,413
Land held for property development	49,694	49,386
Long term receivable	9,233	9,233
Deferred tax assets	4,518	4,517
	738,637	738,862
<b>Current assets</b>		
Property development costs	291,316	290,828
Inventories	11,196	10,828
Receivables	51,429	55,943
Tax recoverable	5,084	5,099
Short term deposits	680	676
Cash and bank balances	12,505	11,611
	372,210	374,985
Non-current asset classified as held for sale	-	31,360
	372,210	406,345
<b>TOTAL ASSETS</b>	1,110,847	1,145,207
<b>EQUITY AND LIABILITIES</b>		
<b>Equity attributable to owners of the parent</b>		
Share capital	598,117	593,100
Irredeemable Convertible Unsecured Loan Stocks ("ICULS")	272,610	277,761
Irredeemable Convertible Bonds ("ICB")	9,213	9,226
Irredeemable Exchangeable Bonds ("IEB")	2,847	2,847
Reserves	104,277	104,126
Accumulated losses	(135,055)	(136,172)
	852,009	850,888
<b>Non-controlling interest</b>	54,941	55,199
<b>Total equity</b>	906,950	906,087
<b>Non-current liabilities</b>		
Borrowings	52,779	52,160
Deferred tax liabilities	25,709	25,709
	78,488	77,869
<b>Current liabilities</b>		
Provisions for liabilities	97	97
Borrowings	69,842	97,482
Payables	49,103	56,731
Current tax payable	6,367	6,941
	125,409	161,251
<b>Total liabilities</b>	203,897	239,120
<b>TOTAL EQUITY AND LIABILITIES</b>	1,110,847	1,145,207
Net assets per share (RM)	1.42	1.43

**UNAUDITED CONDENSED CONSOLIDATED INCOME STATEMENT  
FOR THE PERIOD ENDED 30 SEPTEMBER 2011**

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current quarter 30-Sep-11 RM'000	Preceding year corresponding quarter 30-Sep-10 RM'000	Current financial year-to-date 30-Sep-11 RM'000	Preceding year corresponding period 30-Sep-10 RM'000
<b>Revenue</b>	47,731	15,156	47,731	15,156
Expenses	(45,265)	(13,705)	(45,265)	(13,705)
Other income	286	3,492	286	3,492
Finance costs, net	(2,200)	(3,387)	(2,200)	(3,387)
<b>Profit before taxation</b>	552	1,556	552	1,556
Income tax reversal, net	78	83	78	83
<b>Profit for the period</b>	<b>630</b>	<b>1,639</b>	<b>630</b>	<b>1,639</b>
Attributable to:				
Owners of the parent	888	1,906	888	1,906
Non-controlling interest	(258)	(267)	(258)	(267)
	630	1,639	630	1,639
Earnings per share attributable to owners of the parent (sen):				
Basic	0.15	0.32	0.15	0.32
Diluted	0.13	0.25	0.13	0.25

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME  
FOR THE PERIOD ENDED 30 SEPTEMBER 2011**

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current quarter 30-Sep-11 RM'000	Preceding year corresponding quarter 30-Sep-10 RM'000	Current financial year-to-date 30-Sep-11 RM'000	Preceding year corresponding period 30-Sep-10 RM'000
Profit for the period	630	1,639	630	1,639
Other comprehensive income for the period	-	-	-	-
<b>Total comprehensive income for the period</b>	<b>630</b>	<b>1,639</b>	<b>630</b>	<b>1,639</b>
<b>Total comprehensive income attributable to:</b>				
Owners of the parent	888	1,906	888	1,906
Non-controlling interest	(258)	(267)	(258)	(267)
	<b>630</b>	<b>1,639</b>	<b>630</b>	<b>1,639</b>

**DutaLand Berhad**

(Company No: 7296-V)

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
FOR THE PERIOD ENDED 30 SEPTEMBER 2011**

	← Attributable to owners of the parent →								
	← Non-distributable →								
	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	Accumulated losses RM'000	Total shareholders' equity RM'000	Non- controlling interest RM'000	Total equity RM'000
<b><u>3 months ended 30 September 2011</u></b>									
<b>At 1 July 2011</b>	593,100	277,761	9,226	2,847	104,126	(136,172)	850,888	55,199	906,087
Profit for the period	-	-	-	-	-	888	888	(258)	630
Other comprehensive income for the period	-	-	-	-	-	-	-	-	-
Total comprehensive income for the period	-	-	-	-	-	888	888	(258)	630
Conversion of ICULS and ICB	5,017	(5,151)	(13)	-	151	229	233	-	233
<b>At 30 September 2011</b>	<u>598,117</u>	<u>272,610</u>	<u>9,213</u>	<u>2,847</u>	<u>104,277</u>	<u>(135,055)</u>	<u>852,009</u>	<u>54,941</u>	<u>906,950</u>
<b><u>3 months ended 30 September 2010</u></b>									
<b>At 1 July 2010</b>	592,710	279,834	9,484	4,062	104,113	(134,055)	856,148	56,173	912,321
Effects of adopting FRS 139	-	-	-	-	-	(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	-	-	-	-	-	1,906	1,906	(267)	1,639
Other comprehensive income for the period	-	-	-	-	-	-	-	-	-
Total comprehensive income for the period	-	-	-	-	-	1,906	1,906	(267)	1,639
Cancellation of ICB	-	-	(120)	-	-	(28)	(148)	-	(148)
<b>At 30 September 2010</b>	<u>592,710</u>	<u>279,834</u>	<u>9,364</u>	<u>4,062</u>	<u>104,113</u>	<u>(134,939)</u>	<u>855,144</u>	<u>55,906</u>	<u>911,050</u>

**DutaLand Berhad**

(Company No: 7296-V)

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS  
FOR THE PERIOD ENDED 30 SEPTEMBER 2011**

	<b>Year-to-date 30-Sep-11 RM'000</b>	<b>Year-to-date 30-Sep-10 RM'000</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit before taxation	552	1,556
Adjustments for :		
Depreciation	1,345	1,594
(Gain)/loss on disposal of property, plant and equipment, net	(3)	144
Gain on cancellation of financial instruments	-	(1)
Unrealised foreign exchange loss/(gain), net	29	(3,415)
Interest expense	2,215	3,754
Interest income	(15)	(367)
Property, plant and equipment written off	2	-
Write back of allowance for impairment on receivables	(215)	-
Operating profit before working capital changes	3,910	3,265
Disposal of land held for property development	31,360	-
Other changes in working capital	(3,754)	(601)
Cash generated from operations	31,516	2,664
Tax paid, net	(559)	(554)
Interest paid	(54)	(32)
<b>Net cash generated from operating activities</b>	<b>30,903</b>	<b>2,078</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Expenditure incurred on biological assets	(467)	(435)
Additions in land held for property development	(308)	(9)
Purchase of property, plant and equipment	(346)	(87)
Interest received	15	21
Proceeds from disposal of property, plant and equipment	3	100
<b>Net cash used in investing activities</b>	<b>(1,103)</b>	<b>(410)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Repayment of borrowings, net	(28,000)	(5,800)
Repayment of hire purchase and lease payables	(124)	(136)
Repayment of financial instruments	-	(1,181)
Term loan interest paid	(778)	(756)
Placement of fixed deposit pledged with licensed banks	(1)	-
<b>Net cash used in financing activities</b>	<b>(28,903)</b>	<b>(7,873)</b>
<b>NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS</b>	<b>897</b>	<b>(6,205)</b>
<b>CASH AND CASH EQUIVALENTS AT BEGINNING OF FINANCIAL PERIOD</b>	<b>11,794</b>	<b>13,248</b>
<b>CASH AND CASH EQUIVALENTS AT END OF FINANCIAL PERIOD</b>	<b>12,691</b>	<b>7,043</b>

**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 2011.

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 2011, except for the adoption of new FRSS, amendments and IC Interpretations that are mandatory for the Group for the financial year beginning 1 July 2011. The adoption of these FRSS, amendments and IC Interpretations do not have material impact on the interim financial report of the Group.

**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 instruments have been converted:

Financial instruments	Nominal value converted	Outstanding nominal value as at 30-Sep-11
Irredeemable Convertible Bonds of nominal value RM1.00 each (“ICB”)	20,000	13,334,372
Irredeemable Convertible Unsecured Loan Stocks of nominal value RM1.00 each (“ICULS”)	5,900,000	312,237,320
Restructured Term Loan (“RTL”)	-	39,519,372
Redeemable Unsecured Loan Stocks of nominal value RM1.00 each (“RULS”)	-	20,649,024
Irredeemable Exchangeable Bonds of nominal value USD1.00 each (“IEB”)	-	1,320,000

**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:

	<b>Property Development</b>	<b>Plantation</b>	<b>Manufacturing</b>	<b>Investment Holding and Others</b>	<b>Elimination</b>	<b>Total</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
<b>3 months ended 30 September 2011</b>						
<b>Revenue</b>						
External revenue	32,247	15,484	-	-	-	47,731
Inter-segment revenue	-	-	-	-	-	-
Total revenue	<u>32,247</u>	<u>15,484</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>47,731</u>
<b>Results</b>						
Segment results	(1,169)	6,421	(397)	(2,103)	-	2,752
Finance costs, net						(2,200)
Income tax reversal, net						<u>78</u>
Profit for the period						<u><u>630</u></u>
<b>3 months ended 30 September 2010</b>						
<b>Revenue</b>						
External revenue	4,247	10,909	-	-	-	15,156
Inter-segment revenue	-	-	-	-	-	-
Total revenue	<u>4,247</u>	<u>10,909</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>15,156</u>
<b>Results</b>						
Segment results	(520)	5,638	(631)	456	-	4,943
Finance costs, net						(3,387)
Income tax reversal, net						<u>83</u>
Profit for the period						<u><u>1,639</u></u>

**A8) Significant event occurring after the reporting date**

On 28 July 2011, DutaLand's wholly owned sub-subsidiary, Pertama Land & Development Sdn Bhd ("Pertama Land") entered into a conditional sale and purchase agreement ("SPA") with Sri Mayvin Plantation Sdn Bhd ("Purchaser") for the disposal of plantation land with a combined area of 11,978 hectares (approximately 29,598 acres) located in the Districts of Labuk-Sugut and Tongod, Sabah together with the existing agricultural crops of oil palm planted, all buildings erected and the fixtures and installations affixed and installed, to the Purchaser on an "as-is-where-is" basis at a total cash consideration of RM830,000,000.

On 9 November 2011, Pertama Land and the Purchaser had entered into a Deed of Rescission to rescind the SPA and to record the arrangements consequential to the rescission ("Rescission"). With the Rescission, it is not expected to have any material financial impact to the Group.

**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 statement of financial position as at 30 June 2011 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 September 2011.

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

**B1) Review of performance**

For the first quarter ended 30 September 2011, the Group recorded revenue of RM47.7 million, higher by RM32.5 million or 215% from the previous year's corresponding period. The increase was due to higher contribution from property division and plantation division of RM28.0 million and RM4.5 million respectively.

The Group has registered profit before tax of RM0.6 million in the current quarter, as compared to RM1.6 million reported in the same period of previous year. The variance was mainly due to higher foreign exchange gain of RM3.4 million recorded in the previous year quarter, mitigated by lower interest expense of RM1.2 million registered in the current year quarter.

**B2) Material changes in quarterly results**

The profit before tax for the first quarter ended 30 September 2011 was RM0.6 million as compared to loss of RM6.6 million of preceding quarter. The favorable variance of RM7.2 million was mainly due to the provision of impairment loss on land amounted to RM8.8 million recorded in the preceding quarter.

**B3) Commentary on:**

**(a) Current year prospects**

The Group's results for the financial year ending 30 June 2012 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 were 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 following:

	<b>Current Quarter 30-Sep-11 RM'000</b>	<b>Current Financial Year-To-Date 30-Sep-11 RM'000</b>
Transfer from deferred taxation	(78)	(78)

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 and properties during the current financial period.

**B8) Quoted Securities**

(a) There was no purchase or disposal of quoted securities in the current quarter.

(b) There was no investment in quoted securities as at 30 September 2011.

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

There was no corporate proposal announced but not completed as at the date of this report.

**B10) Group borrowings**

The Group borrowings are as follows:

	<b>As at 30-Sep-11 RM'000</b>
<b>Short-term borrowings:</b>	
Secured	62,721
Unsecured	7,121
	<u>69,842</u>
 <b>Long-term borrowings:</b>	
Secured	46,114
Unsecured	6,665
	<u>52,779</u>
 <b>Total borrowings</b>	 <b><u>122,621</u></b>

Included in the unsecured borrowings is foreign currency borrowing of USD170,000 (RM544,000 equivalent).

**B11) Derivatives**

There was no derivative as at 30 September 2011.

**B12) Changes in material litigation (including status of any pending material litigation) since the last annual reporting 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		3 months ended	
	30-Sep-11	30-Sep-10	30-Sep-11	30-Sep-10
<b>(a) Basic</b>				
Profit attributable to owners of the parent (RM'000)	888	1,906	888	1,906
Weighted average number of ordinary shares ('000)	596,099	592,710	596,099	592,710
Basic earnings per ordinary share for the period (sen)	0.15	0.32	0.15	0.32
<b>(b) Diluted</b>				
Profit attributable to owners of the parent including assumed conversions (RM'000)	1,097	2,176	1,097	2,176
Adjusted weighted average number of ordinary shares in issue and issuable ('000)	860,707	867,929	860,707	867,929
Diluted earnings per ordinary share for the period (sen)	0.13	0.25	0.13	0.25

**B15) Disclosure of realised and unrealised accumulated losses**

	As at 30-Sep-11 RM'000	As at 30-Jun-11 RM'000
Total accumulated losses of DutaLand Berhad and its subsidiaries:		
- Realised	(443,129)	(442,453)
- Unrealised	(38,790)	(38,822)
	<u>(481,919)</u>	<u>(481,275)</u>
Consolidation adjustments	346,864	345,103
Total Group's accumulated losses	<u>(135,055)</u>	<u>(136,172)</u>

**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 November 2011