

DutaLand Berhad

(Company No: 7296-V)

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 31 MARCH 2012**

	As at 31-Mar-12 RM'000 (Unaudited)	As at 30-Jun-11 RM'000 (Audited)
ASSETS		
Non-current assets		
Property, plant and equipment	454,274	457,313
Biological assets	219,906	218,413
Land held for property development	49,862	49,386
Long term receivable	9,233	9,233
Deferred tax assets	4,517	4,517
	737,792	738,862
Current assets		
Property development costs	293,697	290,828
Inventories	11,333	10,828
Receivables	44,882	55,943
Tax recoverable	4,987	5,099
Short term deposits	575	676
Cash and bank balances	6,759	11,611
	362,233	374,985
Non-current asset classified as held for sale	-	31,360
	362,233	406,345
TOTAL ASSETS	1,100,025	1,145,207
EQUITY AND LIABILITIES		
Equity attributable to owners of the parent		
Share capital	602,355	593,100
Irredeemable Convertible Unsecured Loan Stocks ("ICULS")	262,717	277,761
Irredeemable Convertible Bonds ("ICB")	9,213	9,226
Irredeemable Exchangeable Bonds ("IEB")	2,847	2,847
Reserves	104,406	104,126
Accumulated losses	(144,017)	(136,172)
	837,521	850,888
Non-controlling interest	54,475	55,199
Total equity	891,996	906,087
Non-current liabilities		
Borrowings	54,025	52,160
Deferred tax liabilities	25,707	25,709
	79,732	77,869
Current liabilities		
Provisions for liabilities	97	97
Borrowings	70,537	97,482
Payables	51,570	56,731
Current tax payable	6,093	6,941
	128,297	161,251
Total liabilities	208,029	239,120
TOTAL EQUITY AND LIABILITIES	1,100,025	1,145,207
Net assets per share (RM)	1.39	1.43

**UNAUDITED CONDENSED CONSOLIDATED INCOME STATEMENT
FOR THE PERIOD ENDED 31 MARCH 2012**

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current quarter 31-Mar-12 RM'000	Preceding year corresponding quarter 31-Mar-11 RM'000	Current financial year-to-date 31-Mar-12 RM'000	Preceding year corresponding period 31-Mar-11 RM'000
Revenue	14,680	56,655	78,040	90,844
Expenses	(15,877)	(46,116)	(73,231)	(71,337)
Other income	114	1,586	480	5,177
Depreciation/amortisation	(1,932)	(1,522)	(4,249)	(4,674)
(Loss)/profit from operations	(3,015)	10,603	1,040	20,010
Interest income	7	341	81	1,054
Interest expense	(2,122)	(3,590)	(6,502)	(11,050)
(Loss)/profit before taxation	(5,130)	7,354	(5,381)	10,014
Income tax (expense)/reversal, net	(3,147)	1,811	(2,923)	3,654
(Loss)/profit for the period	(8,277)	9,165	(8,304)	13,668
Attributable to:				
Owners of the parent	(7,957)	9,497	(7,580)	14,474
Non-controlling interest	(320)	(332)	(724)	(806)
	(8,277)	9,165	(8,304)	13,668
Earnings per share attributable to owners of the parent (sen):				
Basic	(1.32)	1.60	(1.27)	2.44
Diluted	(1.32)	1.12	(1.27)	1.76

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE PERIOD ENDED 31 MARCH 2012**

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current quarter 31-Mar-12 RM'000	Preceding year corresponding quarter 31-Mar-11 RM'000	Current financial year-to-date 31-Mar-12 RM'000	Preceding year corresponding period 31-Mar-11 RM'000
(Loss)/profit for the period	(8,277)	9,165	(8,304)	13,668
Other comprehensive income for the period	-	-	-	-
Total comprehensive (expense)/income for the period	(8,277)	9,165	(8,304)	13,668
Total comprehensive (expense)/income attributable to:				
Owners of the parent	(7,957)	9,497	(7,580)	14,474
Non-controlling interest	(320)	(332)	(724)	(806)
	(8,277)	9,165	(8,304)	13,668

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**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE PERIOD ENDED 31 MARCH 2012**

	← Attributable to owners of the parent →					Accumulated losses RM'000	Total shareholders' equity RM'000	Non- controlling 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 2012									
At 1 July 2011	593,100	277,761	9,226	2,847	104,126	(136,172)	850,888	55,199	906,087
Loss for the period	-	-	-	-	-	(7,580)	(7,580)	(724)	(8,304)
Other comprehensive income for the period	-	-	-	-	-	-	-	-	-
Total comprehensive expense for the period	-	-	-	-	-	(7,580)	(7,580)	(724)	(8,304)
Cancellation of ICULS	-	(5,526)	-	-	-	(693)	(6,219)	-	(6,219)
Conversion of ICULS and ICB	9,255	(9,518)	(13)	-	280	428	432	-	432
At 31 March 2012	602,355	262,717	9,213	2,847	104,406	(144,017)	837,521	54,475	891,996
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	-	-	-	-	-	(2,762)	(2,762)	-	(2,762)
	592,710	279,834	9,484	4,062	104,113	(136,817)	853,386	56,173	909,559
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 and IEB	-	-	(109)	(1,215)	-	(279)	(1,603)	-	(1,603)
Conversion of ICULS	165	(141)	-	-	6	(19)	11	-	11
At 31 March 2011	592,875	279,693	9,375	2,847	104,119	(122,641)	866,268	55,367	921,635

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**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE PERIOD ENDED 31 MARCH 2012**

	Year-to-date 31-Mar-12 RM'000	Year-to-date 31-Mar-11 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
(Loss)/profit before taxation	(5,381)	10,014
Adjustments for :		
Depreciation / amortisation	4,249	4,674
Gain on disposal of property, plant and equipment, net	-	(69)
Gain on disposal of investment properties	-	(487)
Gain on repayment of financial instruments	-	(12)
Unrealised foreign exchange loss/(gain), net	8	(4,458)
Interest expense	6,502	11,050
Interest income	(81)	(1,054)
Property, plant and equipment written off	16	1
Bad debts written off	-	19
Write back of allowance for impairment on receivables	(316)	-
Operating profit before working capital changes	4,997	19,678
Disposal of land held for property development	31,360	-
Other changes in working capital	2,842	58,655
Cash generated from operations	39,199	78,333
Tax paid, net	(3,864)	(3,208)
Interest paid	(111)	(90)
Net cash generated from operating activities	35,224	75,035
CASH FLOWS FROM INVESTING ACTIVITIES		
Expenditure incurred on biological assets	(1,493)	(1,219)
Additions in land held for property development	(476)	(9)
Purchase of property, plant and equipment	(1,484)	(307)
Interest received	81	60
Proceeds from disposal of property, plant and equipment	258	169
Proceeds from disposal of investment properties	-	1,061
Net cash used in investing activities	(3,114)	(245)
CASH FLOWS FROM FINANCING ACTIVITIES		
Repayment of borrowings, net	(28,000)	(13,857)
Repayment of hire purchase and lease payables	(281)	(366)
Repayment of financial instruments	(6,500)	(61,178)
Term loan interest paid	(2,282)	(2,252)
Withdrawal/(placement) of fixed deposit pledged with licensed banks	104	(29)
Net cash used in financing activities	(36,959)	(77,682)
NET DECREASE IN CASH AND CASH EQUIVALENTS	(4,849)	(2,892)
CASH AND CASH EQUIVALENTS AT BEGINNING OF FINANCIAL PERIOD	11,794	13,248
CASH AND CASH EQUIVALENTS AT END OF FINANCIAL PERIOD	6,945	10,356

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

Financial instruments	Nominal value converted	Outstanding nominal value as at 31-Mar-12
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”)	10,901,192	307,236,128
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:

	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 2012						
Revenue						
External revenue	39,383	38,657	-	-	-	78,040
Inter-segment revenue	-	-	-	-	-	-
Total revenue	<u>39,383</u>	<u>38,657</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>78,040</u>
Results						
Segment results	(3,428)	11,793	(1,186)	(6,139)	-	1,040
Finance costs, net						(6,421)
Income tax expense, net						<u>(2,923)</u>
Loss for the period						<u><u>(8,304)</u></u>
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						<u>3,654</u>
Profit for the period						<u><u>13,668</u></u>

A8) Significant event occurring after the reporting date

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 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 31 March 2012.

PART B : Notes Required by Bursa Malaysia Listing Requirements

B1) Review of performance

For the quarter under review (3Q FY2012), the Group registered revenue of RM14.7 million and loss before tax of RM5.1 million as compared to revenue of RM56.7 million and Profit before tax (“PBT”) of RM7.4 million in the preceding year corresponding quarter (3Q FY2011).

The plantation division contributed RM10.7 million to the revenue (3Q FY2011: RM13.5 million). The lower contribution was mainly due to lower FFB price of RM594/MT recorded for the quarter, which was 18% lower than the corresponding quarter. For the property division, revenue declined to RM4.0 million (3Q FY 2011: RM43.0 million) mainly due to lower sales and development activities in the current year.

As a result of lower revenue registered by the Group and coupled with higher operation cost incurred by the plantation division, the Group registered a loss before tax of RM5.1 million for the quarter under review (3Q FY2011: PBT of RM7.4 million).

For the financial year-to-date (YTD FY2012), the Group registered revenue of RM78.0 million and loss before tax of RM5.4 million as compared to revenue of RM90.8 million and PBT of RM10.0 million in the preceding year corresponding period (YTD FY2011).

The Group posted lower revenue mainly due to lower revenue from the property division of RM39.4 million (YTD FY2011: RM52.2 million). For the plantation division, the revenue was sustained at RM38 million. The higher production volume of 66,642 MT (YTD FY2011: 61,591 MT) was offset by the lower FFB price of RM580/MT (2011: RM626/MT).

The group posted a loss before tax of RM5.4 million for the first 9 months of FY2012 (YTD FY2011: PBT of RM10.0 million) mainly due to lower revenue coupled with higher operation cost of the plantation division for the period.

B2) Material changes in quarterly results

For the quarter under review, the group registered a loss before tax of RM5.1 million as compared to loss of RM0.8 million recorded in the preceding quarter. This is mainly due to lower profit contribution of RM1.3 million from the plantation division (2Q FY2012: RM4.0 million) as the FFB production decreased by 20% for the quarter under review mainly as a result of heavy rainfall.

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:

	Current Quarter 31-Mar-12 RM'000	Current Financial Year-To-Date 31-Mar-12 RM'000
Income tax expense, net	3,197	3,128
Transfer from deferred taxation	(50)	(205)
	<u>3,147</u>	<u>2,923</u>

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

B7) Status of corporate proposals announced but not completed

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

B8) Group borrowings

The Group borrowings are as follows:

	As at 31-Mar-12 RM'000
Short-term borrowings:	
Secured	63,319
Unsecured	7,218
	<u>70,537</u>
 Long-term borrowings:	
Secured	47,279
Unsecured	6,746
	<u>54,025</u>
 Total borrowings	 <u>124,562</u>

Included in the unsecured borrowings is foreign currency borrowing of USD177,000 (RM543,000 equivalent).

B9) 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.

B10) Dividend declared

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

B11) Earnings per share

	3 months ended		9 months ended	
	31-Mar-12	31-Mar-11	31-Mar-12	31-Mar-11
(a) Basic				
(Loss)/profit attributable to owners of the parent (RM'000)	(7,957)	9,497	(7,580)	14,474
Weighted average number of ordinary shares ('000)	602,300	592,875	599,022	592,799
Basic earnings per ordinary share for the period (sen)	(1.32)	1.60	(1.27)	2.44
(b) Diluted				
(Loss)/profit attributable to owners of the parent including assumed conversions (RM'000)	(7,957)	9,829	(7,580)	15,472
Adjusted weighted average number of ordinary shares in issue and issuable ('000)	602,300	877,475	599,022	877,609
Diluted earnings per ordinary share for the period (sen)	*(1.32)	1.12	*(1.27)	1.76

* 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.

B12) Declaration of audit qualification

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

B13) (Loss)/profit before taxation

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current quarter	Preceding year corresponding quarter	Current financial year-to-date	Preceding year corresponding quarter
	31-Mar-12	31-Mar-11	31-Mar-12	31-Mar-11
	RM'000	RM'000	RM'000	RM'000
(Loss)/profit before taxation is arrived at after (charging)/crediting:				
Provision for and write off of receivables	-	(19)	-	(19)
Provision for and write off of inventories	-	-	-	-
Gain/(loss) on disposal of quoted or unquoted investments or properties	-	487	-	487
Impairment of assets	-	-	-	-
Foreign exchange (loss)/gain, net:				
- Realised	(1)	(1)	(3)	(19)
- Unrealised	19	956	(8)	4,458
Gain/(loss) on derivatives	-	-	-	-

B14) Realised and unrealised accumulated losses

	As at 31-Mar-12 RM'000	As at 30-Jun-11 RM'000
Total accumulated losses of DutaLand Berhad and its subsidiaries:		
- Realised	(461,402)	(442,453)
- Unrealised	(39,483)	(38,822)
	<u>(500,885)</u>	<u>(481,275)</u>
Consolidation adjustments	356,868	345,103
Total Group's accumulated losses	<u>(144,017)</u>	<u>(136,172)</u>

On behalf of the Board
DUTALAND BERHAD

Pang Siok Tieng
Company Secretary

Kuala Lumpur
23 May 2012