

**DutaLand Berhad**

(Company No: 7296-V)

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION  
AS AT 30 JUNE 2013**

	<b>As at 30-Jun-13 RM'000 (Unaudited)</b>	<b>As at 30-Jun-12 RM'000 (Audited)</b>
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	448,605	452,898
Biological assets	223,202	220,858
Land held for property development	47,142	48,850
Deferred tax assets	-	2,083
	718,949	724,689
<b>Current assets</b>		
Property development costs	286,448	283,588
Inventories	12,692	15,780
Receivables	16,633	27,653
Tax recoverable	7,380	6,907
Short term deposits	524	544
Cash and bank balances	2,902	5,808
	326,579	340,280
Non-current assets held for sale	3,533	-
	330,112	340,280
<b>TOTAL ASSETS</b>	1,049,061	1,064,969
<b>EQUITY AND LIABILITIES</b>		
<b>Equity attributable to owners of the parent</b>		
Share capital	846,118	602,355
Irredeemable Convertible Unsecured Loan Stocks ("ICULS")	-	246,804
Irredeemable Convertible Bonds ("ICB")	-	7,961
Irredeemable Exchangeable Bonds ("IEB")	-	2,847
Reserves	108,967	104,406
Accumulated losses	(166,788)	(143,678)
	788,297	820,695
<b>Non-controlling interest</b>	53,289	54,237
<b>Total equity</b>	841,586	874,932
<b>Non-current liabilities</b>		
Borrowings	31,429	1,786
Deferred tax liabilities	25,091	25,265
	56,520	27,051
<b>Current liabilities</b>		
Borrowings	60,652	119,847
Payables	88,190	40,542
Current tax payable	2,113	2,597
	150,955	162,986
<b>Total liabilities</b>	207,475	190,037
<b>TOTAL EQUITY AND LIABILITIES</b>	1,049,061	1,064,969
Net assets per share (RM)	0.93	1.36

**UNAUDITED CONDENSED CONSOLIDATED INCOME STATEMENT  
FOR THE YEAR ENDED 30 JUNE 2013**

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current quarter 30-Jun-13 RM'000	Preceding year corresponding quarter 30-Jun-12 RM'000	Current financial year-to-date 30-Jun-13 RM'000	Preceding year corresponding period 30-Jun-12 RM'000
<b>Revenue</b>	13,785	17,201	58,268	95,241
Expenses	(20,276)	(27,487)	(69,614)	(100,718)
Other income	6,775	15,004	8,402	15,484
Depreciation/amortisation	(826)	(1,475)	(4,671)	(5,724)
(Loss)/profit from operations	(542)	3,243	(7,615)	4,283
Interest income	696	1,018	779	1,099
Interest expense	(3,888)	(2,933)	(12,306)	(9,435)
<b>(Loss)/profit before taxation</b>	(3,734)	1,328	(19,142)	(4,053)
Income tax (expense)/reversal, net	(300)	1,036	(1,293)	(1,887)
<b>(Loss)/profit for the period/year</b>	<b>(4,034)</b>	<b>2,364</b>	<b>(20,435)</b>	<b>(5,940)</b>
Attributable to:				
Owners of the parent	(3,903)	2,602	(19,487)	(4,978)
Non-controlling interest	(131)	(238)	(948)	(962)
	(4,034)	2,364	(20,435)	(5,940)
Earnings per share attributable to owners of the parent (sen):				
Basic	(0.48)	0.43	(2.92)	(0.83)
Diluted	(0.48)	0.32	(2.92)	(0.83)

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME  
FOR THE YEAR ENDED 30 JUNE 2013**

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current quarter 30-Jun-13 RM'000	Preceding year corresponding quarter 30-Jun-12 RM'000	Current financial year-to-date 30-Jun-13 RM'000	Preceding year corresponding period 30-Jun-12 RM'000
(Loss)/profit for the period/year	(4,034)	2,364	(20,435)	(5,940)
Other comprehensive income for the period/year	-	-	-	-
<b>Total comprehensive (expense)/income for the period/year</b>	<b>(4,034)</b>	<b>2,364</b>	<b>(20,435)</b>	<b>(5,940)</b>
<b>Total comprehensive (expense)/income attributable to:</b>				
Owners of the parent	(3,903)	2,602	(19,487)	(4,978)
Non-controlling interest	(131)	(238)	(948)	(962)
	<b>(4,034)</b>	<b>2,364</b>	<b>(20,435)</b>	<b>(5,940)</b>

**DutaLand Berhad**

(Company No: 7296-V)

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
FOR THE YEAR ENDED 30 JUNE 2013**

	← Attributable to owners of the parent →								Total equity RM'000
	← Non-distributable →				Reserves RM'000	Accumulated losses RM'000	Total shareholders' equity RM'000	Non- controlling interest RM'000	
Share capital RM'000	Equity component of ICULS RM'000	Equity component of ICB RM'000	Equity component of IEB RM'000						
<b>12 months ended 30 June 2013</b>									
At 1 July 2012	602,355	246,804	7,961	2,847	104,406	(143,678)	820,695	54,237	874,932
Loss for the year	-	-	-	-	-	(19,487)	(19,487)	(948)	(20,435)
Other comprehensive income for the year	-	-	-	-	-	-	-	-	-
Total comprehensive expense for the year	-	-	-	-	-	(19,487)	(19,487)	(948)	(20,435)
Conversion of ICULS, ICB and IEB	243,763	(238,435)	(5,095)	(2,847)	4,561	(1,281)	666	-	666
Cancellation of ICULS and ICB	-	(7,234)	(2,775)	-	-	(2,342)	(12,351)	-	(12,351)
Reversal of deferred tax upon coupon payment	-	(1,135)	(91)	-	-	-	(1,226)	-	(1,226)
<b>At 30 June 2013</b>	<b>846,118</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>108,967</b>	<b>(166,788)</b>	<b>788,297</b>	<b>53,289</b>	<b>841,586</b>
<b>12 months ended 30 June 2012</b>									
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 year	-	-	-	-	-	(4,978)	(4,978)	(962)	(5,940)
Other comprehensive income for the year	-	-	-	-	-	-	-	-	-
Total comprehensive expense for the year	-	-	-	-	-	(4,978)	(4,978)	(962)	(5,940)
Cancellation of ICULS and ICB	-	(19,937)	(1,085)	-	-	(2,956)	(23,978)	-	(23,978)
Conversion of ICULS and ICB	9,255	(9,517)	(14)	-	280	428	432	-	432
Reversal of deferred tax upon coupon payment	-	(1,503)	(166)	-	-	-	(1,669)	-	(1,669)
<b>At 30 June 2012</b>	<b>602,355</b>	<b>246,804</b>	<b>7,961</b>	<b>2,847</b>	<b>104,406</b>	<b>(143,678)</b>	<b>820,695</b>	<b>54,237</b>	<b>874,932</b>

**DutaLand Berhad**

(Company No: 7296-V)

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS  
FOR THE YEAR ENDED 30 JUNE 2013**

	<b>Year-to-date 30-Jun-13 RM'000</b>	<b>Year-to-date 30-Jun-12 RM'000</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Loss before taxation	(19,142)	(4,053)
Adjustments for :		
Impairment loss on land held for property development	-	1,012
Impairment loss on property, plant and equipment	530	-
Impairment loss on receivables	2,599	-
Depreciation / amortisation	4,671	5,724
Gain on disposal of property, plant and equipment, net	(1,870)	(1,790)
Unrealised foreign exchange (gain)/loss, net	(104)	42
Interest expense	12,306	9,435
Interest income	(779)	(1,099)
Property, plant and equipment written off	321	97
Write-back of allowance for impairment on property, plant and equipments	(1,003)	-
Write-back of allowance for impairment on land held for property development	(1,825)	-
Write-back of allowance for impairment on receivables	-	(330)
Provision / (write-back of provision) for short term accumulating compensated absences, net	9	(49)
Write-back of provision for liabilities	-	(97)
Write-back of provision for development costs	-	(1,783)
Write-back of payables	(1,682)	-
Write-back of provision for litigation claims	(722)	(10,481)
Operating loss before working capital changes	(6,691)	(3,372)
Disposal of land held for property development	-	31,360
Other changes in working capital	21,034	37,112
Cash generated from operations	14,343	65,100
Tax paid, net	(1,876)	(8,018)
Interest paid	(248)	(108)
<b>Net cash generated from operating activities</b>	<b>12,219</b>	<b>56,974</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Expenditure incurred on biological assets	(2,344)	(2,445)
Additions in land held for property development	-	(476)
Purchase of property, plant and equipment	(1,211)	(1,468)
Interest received	103	100
Proceeds from disposal of property, plant and equipment	1,411	2,488
<b>Net cash used in investing activities</b>	<b>(2,041)</b>	<b>(1,801)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Drawdown of borrowings, net	20,000	2,000
Advances received	39,000	-
Repayment and cancellation of financial instruments	(53,151)	(44,720)
Coupon payments	(10,188)	(13,863)
Repayment of hire purchase and lease payables	(598)	(403)
Interest paid	(8,166)	(4,125)
Withdrawal of fixed deposit pledged with licensed banks	20	28
<b>Net cash used in financing activities</b>	<b>(13,083)</b>	<b>(61,083)</b>
<b>NET DECREASE IN CASH AND CASH EQUIVALENTS</b>	<b>(2,905)</b>	<b>(5,910)</b>
<b>EFFECTS OF EXCHANGE RATE CHANGES</b>	<b>(1)</b>	<b>3</b>
<b>CASH AND CASH EQUIVALENTS AT BEGINNING OF FINANCIAL YEAR</b>	<b>5,887</b>	<b>11,794</b>
<b>CASH AND CASH EQUIVALENTS AT END OF FINANCIAL YEAR</b>	<b>2,981</b>	<b>5,887</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 2012.

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 2012, except for the adoption of new FRSs, amendments and IC Interpretations that are mandatory for the Group for the financial year beginning 1 July 2012. 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 year.

**A5) Debt and equity securities**

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

Financial instruments	Nominal value converted/ cancelled	Outstanding nominal value as at 30-Jun-13
Irredeemable Convertible Bonds of nominal value RM1.00 each (“ICB”)	(11,734,581)	-
Irredeemable Convertible Unsecured Loan Stocks of nominal value RM1.00 each (“ICULS”)	(284,305,994)	-
Restructured Term Loan (RM) (“RTL”)	(27,040,688)	-
Redeemable Unsecured Loan Stocks of nominal value RM1.00 each (“RULS”)	(13,121,392)	-
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 year.

**A7) Segmental reporting**

Segmental analysis for the current financial year 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>12 months ended 30 June 2013</b>						
<b>Revenue</b>						
External revenue	19,841	38,427	-	-	-	58,268
Inter-segment revenue	-	-	-	13,333	(13,333)	-
Total revenue	<u>19,841</u>	<u>38,427</u>	<u>-</u>	<u>13,333</u>	<u>(13,333)</u>	<u>58,268</u>
<b>Results</b>						
Segment results	3,147	(1,876)	(1,802)	(7,084)	-	(7,615)
Finance costs, net						(11,527)
Income tax expense, net						<u>(1,293)</u>
Loss for the year						<u>(20,435)</u>
<b>12 months ended 30 June 2012</b>						
<b>Revenue</b>						
External revenue	44,117	51,124	-	-	-	95,241
Inter-segment revenue	-	-	-	10,667	(10,667)	-
Total revenue	<u>44,117</u>	<u>51,124</u>	<u>-</u>	<u>10,667</u>	<u>(10,667)</u>	<u>95,241</u>
<b>Results</b>						
Segment results	(9,952)	13,891	10,123	(9,779)	-	4,283
Finance costs, net						(8,336)
Income tax expense, net						<u>(1,887)</u>
Loss for the year						<u>(5,940)</u>

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

There were no material transactions or events occurred subsequent to the end of the current quarter, except as disclosed in Note B7 of this report.

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

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

**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 2012 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 2013.

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

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

For the quarter under review (4Q FY2013), the Group recorded revenue of RM13.8 million, RM3.4 million lower as compared to the preceding year quarter (4Q FY2012) of RM17.2 million. The plantation division's revenue was lower by RM4.2 million (RM8.3 million vs RM12.5 million), mainly due to the sharp decline of the FFB price by 35% (RM399 / MT vs RM618 / MT). For the property division, the revenue increased marginally by RM0.8 million (RM5.5 million vs RM4.7 million).

Loss before tax for the quarter under review was at RM3.7 million as compared to profit of RM1.3 million for 4Q FY2012. The plantation division registered loss of RM2.9 million (4Q FY2012 : profit before tax of RM2.1 million) as revenue reduced by RM4.2 million and operating cost increased by RM0.8 million. For property division, the profit before tax of RM0.5 million (4Q FY2012 : loss before tax of RM8.3 million) represents improvement of RM8.8 million. The variance is mainly due to loss and impairment on properties amounted to RM5.7 million in the 4Q FY2012. The Group also recorded a reversal of provision for litigation claim amounted to RM10.5 million in last year quarter.

For the year under review (YTD FY2013), the Group recorded revenue of RM58.3 million, RM36.9 million lower than the preceding year (YTD FY2012) of RM95.2 million. Revenue from the plantation division was lower at RM38.4 million as compared to RM51.1 million recorded in YTD FY2012. The variance of RM12.7 million was mainly due to the significant drop in the FFB price despite the increase in FFB production. The average FFB price for YTD FY2013 was at RM401 / MT (YTD FY2012 : RM589 / MT, -32%) and production volume of FFB was 95,895 MT (YTD FY2012 : 86,815 MT, +10%). Meanwhile the property division recorded revenue of RM19.8 million (YTD FY2012 : RM44.1 million). Included in the YTD FY2012's revenue was land sale amounted to RM32.0 million. The commercial development projects in Seremban contributed RM18.4 million for YTD FY2013 (YTD FY2012 : RM13.3 million), RM5.1 million higher than the previous year.

Loss before tax for YTD FY2013 was at RM19.1 million as compared to loss of RM4.1 million for YTD FY2012. The plantation division recorded loss before tax of RM2.3 million as compared to profit before tax of RM13.8 million for YTD FY2012. The shortfall of RM16.1 million was mainly due to lower revenue (-RM12.7 million), coupled with higher operation cost (-RM3.4 million) in the current year. The property division registered loss before tax of RM4.6 million as compared to loss of RM13.9 million in YTD FY2012. The favourable variance of RM9.3 million was mainly due to higher contribution from the Seremban's projects of RM1.7 million, and YTD FY2012's result also included loss and impairment on properties amounted to RM5.7 million. The variance in the Group's results was also due to the reversal of provision for litigation claim amounted to RM10.5 million in the previous year.

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

The Group registered loss before tax of RM3.7 million in the current quarter under review (4Q FY2013) as compared to loss of RM6.4 million of the previous quarter (3Q FY2013). The plantation division's result was RM2.0 million lower mainly due to higher operation cost incurred. The property division reported higher profit by RM1.5 million over the previous quarter mainly due to the reversal of impairment of RM1.8 million. The Group also recorded reversal of provisions amounted to RM1.3 million and lower overheads in the current quarter.

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

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

The selling price of crude palm oil ("CPO") has remained low in the current financial year. The price movement of the CPO will affect the performance of the Group for the financial year ending 30 June 2014.

#### **(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-Jun-13 RM'000</b>	<b>Current Financial Year-To-Date 30-Jun-13 RM'000</b>
Income tax (reversal)/expense, net	(184)	919
Transfer from deferred taxation	484	374
	<u>300</u>	<u>1,293</u>

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

**B7) Status of corporate proposals announced but not completed**

On 6 August 2013, the Company entered into a conditional sale and purchase agreement ("SPA") with Melody Hallmark Sdn Bhd ("MHSB") for the disposal of its 100% equity interest in Olympia Plaza Sdn Bhd ("OPSB") for a sale consideration of RM50.0 million ("Proposed Disposal"). As the Company owns 30% equity interest in MHSB, the Company's effective interest in OPSB will be reduced from 100% to 30%. OPSB shall cease to be a subsidiary of the Company upon completion of the Proposed Disposal. The Proposed Disposal will result in an estimated net gain of RM48.0 million to the Group upon completion.

The SPA is currently pending the fulfillment of the conditions precedent therein.

**B8) Group borrowings**

The Group borrowings are as follows:

	<b>As at 30-Jun-13 RM'000</b>
<b>Short-term borrowings:</b>	
Secured	60,652
<b>Long-term borrowings:</b>	
Secured	31,429
<b>Total borrowings</b>	<u>92,081</u>

**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 year.

**B11) Earnings per share**

	3 months ended		12 months ended	
	30-Jun-13	30-Jun-12	30-Jun-13	30-Jun-12
<b>(a) Basic</b>				
(Loss)/profit attributable to owners of the parent (RM'000)	(3,903)	2,602	(19,487)	(4,978)
Weighted average number of ordinary shares ('000)	819,439	602,355	667,953	599,851
Basic earnings per ordinary share for the period/year (sen)	(0.48)	0.43	(2.92)	(0.83)
<b>(b) Diluted</b>				
(Loss)/profit attributable to owners of the parent including assumed conversions (RM'000)	(3,903)	2,721	(19,487)	(4,978)
Adjusted weighted average number of ordinary shares in issue and issuable ('000)	819,439	853,237	667,953	599,851
Diluted earnings per ordinary share for the period/year (sen)	^(0.48)	0.32	^(2.92)	*(0.83)

^ The diluted EPS is the same as the basic EPS because there is no outstanding convertible instrument as at 30 June 2013.

\* The diluted EPS is the same as the basic EPS. This is because the computations of diluted EPS produce anti-dilution effects and are 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 before taxation**

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current quarter 30-Jun-13 RM'000	Preceding year corresponding quarter 30-Jun-12 RM'000	Current financial year-to-date 30-Jun-13 RM'000	Preceding year corresponding period 30-Jun-12 RM'000
Loss before taxation is arrived at after (charging)/crediting:				
Provision for and write-off of receivables	(2,599)	-	(2,599)	-
Provision for and write-off of inventories	-	-	-	-
Gain on disposal of quoted or unquoted investments or properties, net	1,751	1,790	1,870	1,790

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current quarter 30-Jun-13 RM'000	Preceding year corresponding quarter 30-Jun-12 RM'000	Current financial year-to-date 30-Jun-13 RM'000	Preceding year corresponding period 30-Jun -12 RM'000
Impairment of assets	(530)	(1,012)	(530)	(1,012)
Foreign exchange gain/(loss), net:				
- Realised	-	-	21	(3)
- Unrealised	96	(34)	104	(42)
Gain/(loss) on derivatives	-	-	-	-
Write-off of property, plant and equipment	(317)	(81)	(321)	(97)
Write-back of allowance for impairment on receivables	-	14	-	330
Write-back of allowance for impairment on property, plant and equipment	1,003	-	1,003	-
Write-back of allowance for impairment on land held for property development	1,825	-	1,825	-
Write-back of payables	1,682	-	1,682	-
Write-back of provision for litigation claim	-	10,481	722	10,481
Write-back of provision for development costs	-	1,783	-	1,783
Write-back of provision for liabilities	-	97	-	97
Write-back of provision / (provision) for short term accumulating compensated absences, net	(9)	49	(9)	49

#### B14) Realised and unrealised accumulated losses

	As at 30-Jun-13 RM'000	As at 30-Jun-12 RM'000
Total accumulated losses of DutaLand Berhad and its subsidiaries:		
- Realised	(809,133)	(779,438)
- Unrealised	(30,455)	(30,437)
	<u>(839,588)</u>	<u>(809,875)</u>
Consolidation adjustments	672,800	666,197
Total Group's accumulated losses	<u>(166,788)</u>	<u>(143,678)</u>

On behalf of the Board  
**DUTALAND BERHAD**

Pang Siok Tieng  
Company Secretary

Kuala Lumpur  
28 August 2013