

**DutaLand Berhad**

(Company No: 7296-V)

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION  
AS AT 31 MARCH 2014**

	<b>As at 31-Mar-14 RM'000 (Unaudited)</b>	<b>As at 30-Jun-13 RM'000 (Audited)</b>
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	438,775	448,608
Biological assets	224,083	223,202
Land held for property development	238,546	237,110
Investment in associate	15,000	-
	916,404	908,920
<b>Current assets</b>		
Property development costs	60,725	64,834
Inventories	13,360	12,692
Receivables	16,564	17,257
Tax recoverable	2,636	7,380
Short term deposits	525	524
Cash and bank balances	4,952	2,902
	98,762	105,589
Non-current assets held for sale	10,999	35,072
	109,761	140,661
<b>TOTAL ASSETS</b>	1,026,165	1,049,581
<b>EQUITY AND LIABILITIES</b>		
<b>Equity attributable to owners of the parent</b>		
Share capital	846,118	846,118
Reserves	108,967	108,967
Accumulated losses	(123,828)	(165,863)
	831,257	789,222
<b>Non-controlling interest</b>	50,685	52,260
<b>Total equity</b>	881,942	841,482
<b>Non-current liabilities</b>		
Borrowings	859	31,429
Deferred tax liabilities	25,092	25,092
	25,951	56,521
<b>Current liabilities</b>		
Borrowings	78,407	102,352
Payables	38,359	47,113
Current tax payable	1,506	2,113
	118,272	151,578
<b>Total liabilities</b>	144,223	208,099
<b>TOTAL EQUITY AND LIABILITIES</b>	1,026,165	1,049,581
Net assets per share (RM)	0.98	0.93

**UNAUDITED CONDENSED CONSOLIDATED INCOME STATEMENT  
FOR THE PERIOD ENDED 31 MARCH 2014**

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current quarter 31-Mar-14 RM'000	Preceding year corresponding quarter 31-Mar-13 RM'000	Current financial year-to-date 31-Mar-14 RM'000	Preceding year corresponding period 31-Mar-13 RM'000
<b>Revenue</b>	12,763	14,431	44,952	44,483
Expenses	(12,725)	(17,776)	(39,991)	(49,338)
Other income	(526)	970	48,454	1,627
Depreciation / amortisation	(965)	(1,247)	(2,968)	(3,845)
(Loss) / profit from operations	(1,453)	(3,622)	50,447	(7,073)
Interest income	31	70	44	83
Interest expense	(1,896)	(2,854)	(8,252)	(8,418)
<b>(Loss) / profit before taxation</b>	(3,318)	(6,406)	42,239	(15,408)
Income tax reversal / (expense), net	840	695	(1,779)	(993)
<b>(Loss) / profit for the period</b>	<b>(2,478)</b>	<b>(5,711)</b>	<b>40,460</b>	<b>(16,401)</b>
Attributable to:				
Owners of the parent	(1,922)	(5,423)	42,035	(15,584)
Non-controlling interest	(556)	(288)	(1,575)	(817)
	(2,478)	(5,711)	40,460	(16,401)
Earnings per share attributable to owners of the parent (sen):				
Basic	(0.23)	(0.86)	4.97	(2.52)
Diluted	(0.23)	(0.86)	4.97	(2.52)

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME  
FOR THE PERIOD ENDED 31 MARCH 2014**

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current quarter 31-Mar-14 RM'000	Preceding year corresponding quarter 31-Mar-13 RM'000	Current financial year-to-date 31-Mar-14 RM'000	Preceding year corresponding period 31-Mar-13 RM'000
(Loss) / profit for the period	(2,478)	(5,711)	40,460	(16,401)
Other comprehensive income for the period	-	-	-	-
<b>Total comprehensive income for the period</b>	<b>(2,478)</b>	<b>(5,711)</b>	<b>40,460</b>	<b>(16,401)</b>
<b>Total comprehensive income attributable to:</b>				
Owners of the parent	(1,922)	(5,423)	42,035	(15,584)
Non-controlling interest	(556)	(288)	(1,575)	(817)
	<b>(2,478)</b>	<b>(5,711)</b>	<b>40,460</b>	<b>(16,401)</b>

**DutaLand Berhad**

(Company No: 7296-V)

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
FOR THE PERIOD ENDED 31 MARCH 2014**

	← 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				
<b>9 months ended 31 March 2014</b>									
At 1 July 2013	846,118	-	-	-	108,967	(165,863)	789,222	52,260	841,482
Profit for the period	-	-	-	-	-	42,035	42,035	(1,575)	40,460
Other comprehensive income for the period	-	-	-	-	-	-	-	-	-
Total comprehensive income for the period	-	-	-	-	-	42,035	42,035	(1,575)	40,460
<b>At 31 March 2014</b>	<b>846,118</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>108,967</b>	<b>(123,828)</b>	<b>831,257</b>	<b>50,685</b>	<b>881,942</b>
<b>9 months ended 31 March 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 period	-	-	-	-	-	(15,584)	(15,584)	(817)	(16,401)
Other comprehensive income for the period	-	-	-	-	-	-	-	-	-
Total comprehensive income for the period	-	-	-	-	-	(15,584)	(15,584)	(817)	(16,401)
Conversion of ICULS	27,708	(28,383)	-	-	675	667	667	-	667
Cancellation of ICULS and ICB	-	(7,234)	(2,775)	-	-	(2,342)	(12,351)	-	(12,351)
<b>At 31 March 2013</b>	<b>630,063</b>	<b>211,187</b>	<b>5,186</b>	<b>2,847</b>	<b>105,081</b>	<b>(160,937)</b>	<b>793,427</b>	<b>53,420</b>	<b>846,847</b>

**DutaLand Berhad**

(Company No: 7296-V)

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS  
FOR THE PERIOD ENDED 31 MARCH 2014**

	<b>Year-to-date 31-Mar-14 RM'000</b>	<b>Year-to-date 31-Mar-13 RM'000</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit/(loss) before taxation	42,239	(15,408)
Adjustments for :		
Depreciation / amortisation	2,968	3,845
Gain on disposal of a subsidiary	(47,741)	-
Gain on disposal of property, plant and equipment, net	(2)	(119)
Unrealised foreign exchange loss/(gain), net	1	(8)
Interest expense	8,252	8,418
Interest income	(44)	(83)
Allowance for impairment on receivables	152	-
Write back of provision for litigation claim	-	(722)
Property, plant and equipment written off	1	4
Operating profit/(loss) before working capital changes	5,826	(4,073)
Changes in working capital	(8,575)	19,867
Cash (used in)/generated from operations	(2,749)	15,794
Tax refunded/(paid), net	2,358	(4,696)
<b>Net cash (used in)/generated from operating activities</b>	<b>(391)</b>	<b>11,098</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Expenditure incurred on biological assets	(881)	(2,013)
Expenditure incurred on land held for property development	(103)	-
Purchase of property, plant and equipment	(602)	(543)
Interest received	44	12
Net proceeds from disposal of a subsidiary with retention of associate status	34,300	-
Proceeds from disposal of property, plant and equipment	2	210
<b>Net cash generated from/(used in) investing activities</b>	<b>32,760</b>	<b>(2,334)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
(Repayment)/drawdown of borrowings	(24,000)	12,000
Cancellation of financial instruments	-	(16,615)
Repayment of hire purchase and lease payables, net	(515)	(451)
Interest paid	(5,802)	(5,773)
Withdrawal of fixed deposit pledged with licensed banks	-	24
<b>Net cash used in financing activities</b>	<b>(30,317)</b>	<b>(10,815)</b>
<b>NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS</b>	<b>2,052</b>	<b>(2,051)</b>
<b>EFFECTS OF EXCHANGE RATE CHANGES</b>	<b>(1)</b>	<b>-</b>
<b>CASH AND CASH EQUIVALENTS AT BEGINNING OF FINANCIAL PERIOD</b>	<b>2,981</b>	<b>5,887</b>
<b>CASH AND CASH EQUIVALENTS AT END OF FINANCIAL PERIOD</b>	<b>5,032</b>	<b>3,836</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 2013.

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 2013, except for the adoption of new FRSs, amendments and IC Interpretations that are mandatory for the Group for the financial year beginning 1 July 2013. 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**

There were no issuance and repayments of debt and equity securities during the financial period.

**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
<b>9 months ended 31 March 2014</b>						
<b>Revenue</b>						
External revenue	9,789	35,163	-	-	-	44,952
Inter-segment revenue	-	-	-	8,000	(8,000)	-
Total revenue	<u>9,789</u>	<u>35,163</u>	<u>-</u>	<u>8,000</u>	<u>(8,000)</u>	<u>44,952</u>
<b>Results</b>						
Segment results	1,267	10,887	(2,618)	40,911	-	50,447
Finance costs, net						(8,208)
Income tax expense, net						(1,779)
Profit for the period						<u>40,460</u>
<b>9 months ended 31 March 2013</b>						
<b>Revenue</b>						
External revenue	14,318	30,165	-	-	-	44,483
Inter-segment revenue	-	-	-	-	-	-
Total revenue	<u>14,318</u>	<u>30,165</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>44,483</u>
<b>Results</b>						
Segment results	278	878	(1,199)	(7,030)	-	(7,073)
Finance costs, net						(8,335)
Income tax expense, net						(993)
Loss for the period						<u>(16,401)</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.

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

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 (“Disposal”). As the Company owns 30% equity interest in MHSB, the Company’s effective interest in OPSB has been reduced from 100% to 30% and OPSB ceased to be a subsidiary of the Company.

The Disposal has resulted in a gain of RM47.7 million 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 statement of financial position as at 30 June 2013 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 2014.

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

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

For the quarter under review (3Q FY2014), the Group recorded revenue of RM12.8 million, RM1.6 million lower as compared to the preceding year quarter (3Q FY2013) of RM14.4 million. The plantation division's revenue was higher by RM4.5 million (RM12.7 million vs RM8.2 million), mainly due to higher FFB price by 39% (RM518 / MT vs RM373 / MT) and production volume by 11% (24,487 MT vs 22,036 MT). For the property division, the revenue was lower by RM6.1 million (RM0.1 million vs RM6.2 million) mainly due to lower contribution from the commercial development project in Seremban.

Loss before tax for the quarter under review was at RM3.3 million as compared to loss of RM6.4 million for 3Q FY2013. The plantation division registered profit of RM4.0 million (3Q FY2013 : loss of RM0.9 million) mainly due to the revenue increased by RM4.5 million. Property division recorded loss before tax of RM2.2 million, higher by RM1.2 million compared to 3Q FY2013 of RM1.0 million as revenue was lower by RM6.1 million but mitigated by lower expenses incurred.

For the 9 months under review (YTD FY2014), the Group recorded revenue of RM45.0 million, RM0.5 million higher than the preceding year period (YTD FY2013) of RM44.5 million. Revenue from the plantation division was higher at RM35.2 million as compared to RM30.2 million recorded in YTD FY2013. The increase of RM5.0 million was mainly due to higher FFB price recorded while FFB production remained at same level. The average FFB price for YTD FY2014 was at RM469 / MT (YTD FY2013 : RM401 / MT, +17%) and production volume of FFB was 75,044 MT (YTD FY2013 : 75,194 MT). Meanwhile the property division recorded revenue of RM9.8 million (YTD FY2013 : RM14.3 million). The commercial development projects in Seremban contributed RM9.4 million for YTD FY2014 (YTD FY2013 : RM12.9 million), RM3.5 million lower than the previous year period due to lower sales recorded and lower % of completion recognized in the current year period.

Profit before tax for YTD FY2014 was at RM42.2 million as compared to loss of RM15.4 million for YTD FY2013. The plantation division recorded profit before tax of RM10.7 million as compared to RM0.6 million for YTD FY2013. The increase of RM10.1 million was mainly due to higher revenue (+RM5.0 million), coupled with lower operation cost (+RM5.1 million) in the current year to date. The property division registered loss before tax of RM3.8 million as compared to loss of RM5.1 million in YTD FY2013. The positive variance of RM1.3 million was mainly due to higher contribution from the Seremban's projects by RM1.3 million. The Group also recorded gain on disposal of a subsidiary amounted to RM47.7 million in the current year period.

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

The Group registered loss before tax of RM3.3 million in the current quarter under review (3Q FY2014) as compared to profit of RM2.3 million of the previous quarter (2Q FY2014). The variance of RM5.6 million is mainly due to lower contribution recorded by the plantation division (3Q FY2014 : RM4.0 million vs 2Q FY2014 : RM5.2 million, -RM1.2 million) and property division (3Q FY2014 : loss before tax of RM2.2 million vs 2Q FY2014 : profit before tax of RM1.3 million, -RM3.5 million). This is mainly due to the decrease of the revenue by RM7.5 million as a result of the completion of Phase 4D and 4E of the Oakland Project, which in turn, affected the profitability of the property division. The increased upkeep cost for the plantation division also affected the profitability of the Group.

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

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

The palm oil price and the FFB production are, among others, factors that will affect the performance of the Group for the financial year ending 30 June 2014. These factors are in turn affected by the supply and demand of the palm oil, the strength of the Ringgit Malaysia, and the weather condition.

#### **(b) Progress to achieve the revenue or profit estimate, forecast, projection or internal targets which were 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 charges comprise of the following:

	<b>Current Quarter 31-Mar-14 RM'000</b>	<b>Current Financial Year-To-Date 31-Mar-14 RM'000</b>
Income tax (reversal) / expense, net	(840)	1,779

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

	<b>As at 31-Mar-14 RM'000</b>
<b>Short-term borrowings:</b>	
Secured	78,407
<b>Long-term borrowings:</b>	
Secured	859
<b>Total borrowings</b>	<u>79,266</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 period.

**B11) Earnings per share**

	3 months ended		9 months ended	
	31-Mar-14	31-Mar-13	31-Mar-14	31-Mar-13
<b>(a) Basic</b>				
(Loss) / profit attributable to owners of the parent (RM'000)	(1,922)	(5,423)	42,035	(15,584)
Weighted average number of ordinary shares ('000)	846,118	630,063	846,118	617,643
Basic earnings per ordinary share for the period (sen)	(0.23)	(0.86)	4.97	(2.52)
<b>(b) Diluted</b>				
(Loss) / profit attributable to owners of the parent (including assumed conversions for the prior period) (RM'000)	(1,922)	(5,423)	42,035	(15,584)
Adjusted weighted average number of ordinary shares in issue (and issuable for the prior period) ('000)	846,118	630,063	846,118	617,643
Diluted earnings per ordinary share for the period (sen)	^(0.23)	*(0.86)	^4.97	*(2.52)

^ The diluted EPS was the same as the basic EPS because there was no outstanding convertible financial instrument as at 31 March 2014.

\* The diluted EPS was the same as the basic EPS. This was 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 period
	31-Mar-14	31-Mar-13	31-Mar-14	31-Mar-13
	RM'000	RM'000	RM'000	RM'000
(Loss) / profit before taxation is arrived at after (charging) / crediting:				
(1) Provision for and write-off of receivables	-	-	(152)	-
(2) Provision for and write-off of inventories	-	-	-	-
(3) Gain on disposal of quoted or unquoted investments or properties, net	2	-	2	119

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current quarter 31-Mar-14 RM'000	Preceding year corresponding quarter 31-Mar-13 RM'000	Current financial year-to-date 31-Mar-14 RM'000	Preceding year corresponding period 31-Mar-13 RM'000
(4) Impairment of assets	-	-	-	-
(5) Foreign exchange (loss) / gain, net:				
- Realised	-	-	(3)	21
- Unrealised	-	(2)	(1)	8
(6) Gain / (loss) on derivatives	-	-	-	-
(7) Write-off of property, plant and equipment	-	(2)	(1)	(4)
(8) Write-back of provision for litigation claim	-	722	-	722
(9) Gain on disposal of a subsidiary	(700)	-	47,741	-

**B14) Realised and unrealised accumulated losses**

	As at 31-Mar-14 RM'000	As at 30-Jun-13 RM'000
Total accumulated losses of DutaLand Berhad and its subsidiaries:		
- Realised	(758,975)	(809,236)
- Unrealised	(30,726)	(30,455)
	<u>(789,701)</u>	<u>(839,691)</u>
Consolidation adjustments	665,873	673,828
Total Group's accumulated losses	<u>(123,828)</u>	<u>(165,863)</u>

On behalf of the Board  
**DUTALAND BERHAD**

Pang Siok Tieng  
Chartered Secretary

Kuala Lumpur  
21 May 2014