

**DutaLand Berhad**

(Company No: 7296-V)

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION  
AS AT 30 JUNE 2014**

	<b>As at 30-Jun-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	438,115	448,608
Biological assets	224,310	223,202
Land held for property development	238,468	237,110
	<u>900,893</u>	<u>908,920</u>
<b>Current assets</b>		
Property development costs	60,994	64,834
Inventories	12,582	12,692
Receivables	64,914	17,257
Tax recoverable	1,671	7,380
Short term deposits	531	524
Cash and bank balances	5,110	2,902
	<u>145,802</u>	<u>105,589</u>
Non-current assets held for sale	3,534	35,072
	<u>149,336</u>	<u>140,661</u>
<b>TOTAL ASSETS</b>	<u><u>1,050,229</u></u>	<u><u>1,049,581</u></u>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity attributable to owners of the parent</b>		
Share capital	846,118	846,118
Reserves	92,899	108,967
Accumulated losses	(89,993)	(165,863)
	<u>849,024</u>	<u>789,222</u>
<b>Non-controlling interest</b>	<u>50,301</u>	<u>52,260</u>
<b>Total equity</b>	<u><u>899,325</u></u>	<u><u>841,482</u></u>
<b>Non-current liabilities</b>		
Borrowings	1,017	31,429
Deferred tax liabilities	40,909	25,092
	<u>41,926</u>	<u>56,521</u>
<b>Current liabilities</b>		
Borrowings	63,358	102,352
Payables	44,129	47,113
Current tax payable	1,491	2,113
	<u>108,978</u>	<u>151,578</u>
<b>Total liabilities</b>	<u>150,904</u>	<u>208,099</u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<u><u>1,050,229</u></u>	<u><u>1,049,581</u></u>
Net assets per share (RM)	1.00	0.93

**UNAUDITED CONDENSED CONSOLIDATED INCOME STATEMENT  
FOR THE YEAR ENDED 30 JUNE 2014**

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current quarter 30-Jun-14 RM'000	Preceding year corresponding quarter 30-Jun-13 RM'000	Current financial year-to-date 30-Jun-14 RM'000	Preceding year corresponding period 30-Jun-13 RM'000
<b>Revenue</b>	15,471	13,785	60,423	58,268
Expenses	(15,635)	(19,068)	(55,626)	(68,406)
Other income	37,023	5,462	85,477	7,089
Depreciation / amortisation	(893)	(825)	(3,861)	(4,670)
<b>Profit/(loss) from operations</b>	35,966	(646)	86,413	(7,719)
Interest income	115	696	159	779
Interest expense	(1,651)	(3,888)	(9,903)	(12,306)
Share of results of associate	(732)	-	(732)	-
<b>Profit/(loss) before taxation</b>	33,698	(3,838)	75,937	(19,246)
Income tax expense, net	(247)	(300)	(2,026)	(1,293)
<b>Profit/(loss) for the year</b>	33,451	(4,138)	73,911	(20,539)
Attributable to:				
Owners of the parent	33,835	(2,978)	75,870	(18,562)
Non-controlling interest	(384)	(1,160)	(1,959)	(1,977)
	33,451	(4,138)	73,911	(20,539)
Earnings per share attributable to owners of the parent (sen):				
Basic	4.00	(0.36)	8.97	(2.78)
Diluted	4.00	(0.36)	8.97	(2.78)

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME  
FOR THE YEAR ENDED 30 JUNE 2014**

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current quarter 30-Jun-14 RM'000	Preceding year corresponding quarter 30-Jun-13 RM'000	Current financial year-to-date 30-Jun-14 RM'000	Preceding year corresponding period 30-Jun-13 RM'000
Profit/(loss) for the year	33,451	(4,138)	73,911	(20,539)
Other comprehensive income:				
Deferred tax liabilities transferred from revaluation reserve	(16,068)	-	(16,068)	-
<b>Total comprehensive income for the year</b>	<b>17,383</b>	<b>(4,138)</b>	<b>57,843</b>	<b>(20,539)</b>
<b>Total comprehensive income attributable to:</b>				
Owners of the parent	17,767	(2,978)	59,802	(18,562)
Non-controlling interest	(384)	(1,160)	(1,959)	(1,977)
	<b>17,383</b>	<b>(4,138)</b>	<b>57,843</b>	<b>(20,539)</b>

**DutaLand Berhad**

(Company No: 7296-V)

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
FOR THE YEAR ENDED 30 JUNE 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>12 months ended 30 June 2014</b>									
<b>At 1 July 2013</b>	846,118	-	-	-	108,967	(165,863)	789,222	52,260	841,482
Profit for the year	-	-	-	-	-	75,870	75,870	(1,959)	73,911
Other comprehensive income for the year:									
Deferred tax liabilities transferred from revaluation reserve	-	-	-	-	(16,068)	-	(16,068)	-	(16,068)
Total comprehensive income for the year	-	-	-	-	(16,068)	75,870	59,802	(1,959)	57,843
<b>At 30 June 2014</b>	<u>846,118</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>92,899</u>	<u>(89,993)</u>	<u>849,024</u>	<u>50,301</u>	<u>899,325</u>
<b>12 months ended 30 June 2013</b>									
<b>At 1 July 2012</b>	602,355	246,804	7,961	2,847	104,406	(143,678)	820,695	54,237	874,932
Loss for the year	-	-	-	-	-	(18,562)	(18,562)	(1,977)	(20,539)
Other comprehensive income for the year	-	-	-	-	-	-	-	-	-
Total comprehensive income for the year	-	-	-	-	-	(18,562)	(18,562)	(1,977)	(20,539)
Conversion of ICULS, ICB and IEB	243,763	(238,435)	(5,094)	(2,847)	4,561	(1,281)	667	-	667
Cancellation of ICULS and ICB	-	(7,235)	(2,775)	-	-	(2,342)	(12,352)	-	(12,352)
Reversal of deferred tax upon coupon payment	-	(1,134)	(92)	-	-	-	(1,226)	-	(1,226)
<b>At 30 June 2013</b>	<u>846,118</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>108,967</u>	<u>(165,863)</u>	<u>789,222</u>	<u>52,260</u>	<u>841,482</u>

**DutaLand Berhad**

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**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS  
FOR THE YEAR ENDED 30 JUNE 2014**

	<b>Year-to-date 30-Jun-14 RM'000</b>	<b>Year-to-date 30-Jun-13 RM'000</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit/(loss) before taxation	75,937	(19,246)
Adjustments for :		
Depreciation / amortisation	3,861	4,670
Gain on disposal of investment in associate	(732)	-
Gain on disposal of a subsidiary	(47,340)	-
Gain on disposal of property, plant and equipment, net	(36,486)	(2,873)
Write back of provision for litigation claim	-	(722)
Write back of allowance for impairment on land held for property development	-	(1,825)
Write back of allowance for impairment on non-current assets held for sale	(1)	-
Unrealised foreign exchange loss/(gain), net	31	(104)
Interest expense	9,903	12,306
Interest income	(159)	(779)
Allowance for impairment on receivables	255	2,598
Allowance for impairment on property, plant and equipment	-	531
(Write back)/provision for short term accumulating compensated absences, net	(15)	9
Property, plant and equipment written off	1	323
Share of results of associate	732	-
Operating profit/(loss) before working capital changes	5,987	(5,112)
Changes in working capital	(6,666)	16,730
Cash (used in)/generated from operations	(679)	11,618
Tax refunded/(paid), net	2,810	(1,876)
Interest paid	(10)	(52)
<b>Net cash generated from operating activities</b>	<b>2,121</b>	<b>9,690</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Expenditure incurred on biological assets	(1,108)	(2,344)
Expenditure incurred on land held for property development	(25)	-
Purchase of property, plant and equipment	(400)	(1,214)
Interest received	58	103
Net proceeds from disposal of a subsidiary with retention of associate status	33,899	-
Proceeds from disposal of investment in associate	15,000	-
Proceeds from disposal of property, plant and equipment	102	1,409
<b>Net cash generated from/(used in) investing activities</b>	<b>47,526</b>	<b>(2,046)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Increase in amount due to a company with common directors and corporate shareholders	-	29
(Repayment)/drawdown of borrowings, net	(39,100)	61,700
Repayment and cancellation of financial instruments	-	(53,149)
Coupon payments	-	(10,189)
Repayment of hire purchase and lease payables, net	(690)	(598)
Interest paid	(7,643)	(8,362)
(Placement)/withdrawal of fixed deposit pledged with licensed banks	(4)	20
<b>Net cash used in financing activities</b>	<b>(47,437)</b>	<b>(10,549)</b>
<b>NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS</b>	<b>2,210</b>	<b>(2,905)</b>
<b>EFFECTS OF EXCHANGE RATE CHANGES</b>	<b>1</b>	<b>(1)</b>
<b>CASH AND CASH EQUIVALENTS AT BEGINNING OF FINANCIAL YEAR</b>	<b>2,981</b>	<b>5,887</b>
<b>CASH AND CASH EQUIVALENTS AT END OF FINANCIAL YEAR</b>	<b>5,192</b>	<b>2,981</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 year 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 year, 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**

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

**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:

	Property Development	Plantation	Manufacturing	Investment Holding and Others	Elimination	Total
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
<b>12 months ended 30 June 2014</b>						
<b>Revenue</b>						
External revenue	11,172	49,251	-	-	-	60,423
Inter-segment revenue	-	-	-	8,000	(8,000)	-
Total revenue	11,172	49,251	-	8,000	(8,000)	60,423
<b>Results</b>						
Segment results	237	13,142	(2,736)	75,770	-	86,413
Finance costs, net						(9,744)
Share of results of associate						(732)
Income tax expense, net						(2,026)
Profit for the year						73,911
<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	19,841	38,427	-	13,333	(13,333)	58,268
<b>Results</b>						
Segment results	3,040	(1,876)	(1,802)	(7,081)	-	(7,719)
Finance costs, net						(11,527)
Income tax expense, net						(1,293)
Loss for the year						(20,539)

## 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 the Company’s 100% equity interest in Olympia Plaza Sdn Bhd (“OPSB”) for a sale consideration of RM50.0 million. As the Company owned 30% equity interest in MHSB, the Company’s effective interest in OPSB was reduced from 100% to 30% and OPSB ceased to be a subsidiary of the Company after the disposal. The Company had subsequently disposed of the remaining 30% interest in MHSB to Banting Maju Sdn Bhd on 27 June 2014 for a total sum of RM15.0 million.

The disposals have resulted in a gain of RM48.0 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 30 June 2014.

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

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

For the quarter under review (4Q FY2014), the Group recorded revenue of RM15.5 million, RM1.7 million higher as compared to the preceding year quarter (4Q FY2013) of RM13.8 million. The plantation division's revenue was higher by RM5.8 million (RM14.1 million vs RM8.3 million), mainly due to higher FFB price by 28% (RM510 / MT vs RM399 / MT) and production volume by 33% (27,603 MT vs 20,701 MT). However, the revenue for the property division was lower by RM4.1 million (RM1.4 million vs RM5.5 million) mainly due to lower contribution from the development project in Seremban.

Profit before tax for the quarter under review was at RM33.7 million as compared to loss of RM3.8 million for 4Q FY2013. The increase of profit by RM37.5 million was mainly due to the gain of RM36.4 million arising from the compulsory acquisition of the Company's land by the Sabah State Government. The plantation division registered higher profit at RM2.2 million (4Q FY2013 : loss of RM2.9 million) mainly due to the revenue increased by RM5.8 million. Property division recorded loss of RM2.2 million (FY2013: profit of RM0.4 million). The shortfall of RM2.6 million was mainly as a result of lower revenue by RM4.1 million.

For the current financial year under review (YTD FY2014), the Group recorded revenue of RM60.4 million, RM2.1 million higher than the preceding year (YTD FY2013) of RM58.3 million. Revenue from the plantation division was higher at RM49.3 million as compared to RM38.4 million recorded in YTD FY2013. The increase of RM10.9 million was mainly due to higher FFB price and FFB production in the current financial year. The average FFB price for YTD FY2014 was at RM480 / MT (YTD FY2013 : RM401 / MT) and production volume of FFB was at 102,647 MT (YTD FY2013 : 95,895 MT). Meanwhile the property division recorded revenue of RM11.1 million (YTD FY2013 : RM19.9 million). The lower revenue for YTD FY2014 was due to lower sales and lower % of completion recognized from the development projects in Seremban.

Profit before tax for YTD FY2014 was at RM75.9 million as compared to loss of RM19.2 million for YTD FY2013. The increase of RM95.1 million was mainly due to the gain of RM84.4 million from the disposal of a subsidiary and also the compulsory acquisition of the Company's land. For the plantation division, it recorded profit of RM12.9 million, higher by RM15.2 million as compared to YTD FY2013. The improvement was mainly due to higher revenue of RM10.9 million and lower operating cost by RM4.3 million. For the property division, it reported loss of RM6.0 million which is RM1.3 million higher than YTD FY2013. This is mainly due to the shortfall in revenue of RM8.8 million.

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

The profit before tax for the current quarter under review of RM33.7 million was higher by RM37.0 million as compared to the previous quarter. This was mainly due to the gain of RM36.4 million arising from the compulsory acquisition of the Company's land by the Sabah State Government.

### **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 2015. 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 30-Jun-14 RM'000</b>	<b>Current Financial Year-To-Date 30-Jun-14 RM'000</b>
Income tax expense, net	498	2,277
Deferred taxation	(251)	(251)
	<u>247</u>	<u>2,026</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**

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 30-Jun-14 RM'000</b>
<b>Short-term borrowings:</b>	
Secured	63,358
<b>Long-term borrowings:</b>	
Secured	1,017
<b>Total borrowings</b>	<u>64,375</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**

	<b>3 months ended</b>		<b>12 months ended</b>	
	<b>30-Jun-14</b>	<b>30-Jun-13</b>	<b>30-Jun-14</b>	<b>30-Jun-13</b>
<b>(a) Basic</b>				
Profit/(loss) attributable to owners of the parent (RM'000)	33,835	(2,978)	75,870	(18,562)
Weighted average number of ordinary shares ('000)	846,118	819,439	846,118	667,953
Basic earnings per ordinary share for the year (sen)	4.00	(0.36)	8.97	(2.78)
<b>(b) Diluted</b>				
Profit/(loss) attributable to owners of the parent (RM'000)	33,835	(2,978)	75,870	(18,562)
Adjusted weighted average number of ordinary shares in issue ('000)	846,118	819,439	846,118	667,953
Diluted earnings per ordinary share for the Year (sen)	4.00	(0.36)	8.97	(2.78)

The diluted EPS is the same as the basic EPS because the Group has no convertible financial instrument.

**B12) Declaration of audit qualification**

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

**B13) Profit/(loss) before taxation**

	<b>INDIVIDUAL QUARTER</b>		<b>CUMULATIVE QUARTER</b>	
	<b>Current quarter</b>	<b>Preceding year corresponding quarter</b>	<b>Current financial year-to-date</b>	<b>Preceding year corresponding period</b>
	<b>30-Jun-14</b>	<b>30-Jun-13</b>	<b>30-June-14</b>	<b>30-June-13</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
Profit/(loss) before taxation is arrived at after (charging) / crediting:				
(1) Provision for and write-off of receivables	(103)	(2,598)	(255)	(2,598)
(2) Provision for and write-off of inventories	-	-	-	-
(3) Gain on disposal of quoted or unquoted investments or properties, net	36,484	2,754	36,486	2,873

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current quarter 30-Jun-14 RM'000	Preceding year corresponding quarter 30-Jun-13 RM'000	Current financial year-to-date 30-June-14 RM'000	Preceding year corresponding period 30-June-13 RM'000
(4) Impairment of property, plant and equipment	-	(531)	-	(531)
(5) Foreign exchange (loss) / gain, net:				
- Realised	(1)	-	(4)	21
- Unrealised	(30)	96	(31)	104
(6) Gain / (loss) on derivatives	-	-	-	-
(7) Write-off of property, plant and equipment	-	(319)	(1)	(323)
(8) Write-back of provision for litigation claim	-	-	-	722
(9) Write-back of provision for impairment on land held for property development	-	1,825	-	1,825
(10) Write-back of provision for impairment on non-current assets held for sale	1	-	1	-
(11) Write-back / (provision) of short term accumulating compensated absences, net	15	(9)	15	(9)
(12) Gain on disposal of a subsidiary	(401)	-	47,340	-
(13) Gain on disposal of investment in associate	732	-	732	-

#### B14) Realised and unrealised accumulated losses

	As at 30-Jun-14 RM'000	As at 30-Jun-13 RM'000
Total accumulated losses of DutaLand Berhad and its subsidiaries:		
- Realised	(725,562)	(809,236)
- Unrealised	(30,897)	(30,455)
	<u>(756,459)</u>	<u>(839,691)</u>
Consolidation adjustments	666,466	673,828
Total Group's accumulated losses	<u>(89,993)</u>	<u>(165,863)</u>

On behalf of the Board  
**DUTALAND BERHAD**

Pang Siok Tieng  
Chartered Secretary

Kuala Lumpur  
29 August 2014