

DutaLand Berhad

(Company No: 7296-V)

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2015**

	As at 30-Jun-15 RM'000 (Unaudited)	As at 30-Jun-14 RM'000 (Audited)
ASSETS		
Non-current assets		
Property, plant and equipment	436,925	438,114
Biological assets	225,277	224,310
Land held for property development	238,082	238,468
	900,284	900,892
Current assets		
Property development costs	63,590	60,996
Inventories	12,890	12,582
Receivables	34,738	64,838
Tax recoverable	1,602	1,500
Short term deposits	527	530
Cash and bank balances	10,456	5,110
	123,803	145,556
Non-current assets held for sale	-	3,534
	123,803	149,090
TOTAL ASSETS	1,024,087	1,049,982
EQUITY AND LIABILITIES		
Equity attributable to owners of the parent		
Share capital	846,118	846,118
Reserves	92,899	92,899
Accumulated losses	(42,263)	(90,788)
	896,754	848,229
Non-controlling interests	53,985	50,301
Total equity	950,739	898,530
Non-current liabilities		
Borrowings	739	1,017
Deferred tax liabilities	40,812	40,909
	41,551	41,926
Current liabilities		
Borrowings	688	63,358
Payables	26,531	44,570
Current tax payable	4,578	1,598
	31,797	109,526
Total liabilities	73,348	151,452
TOTAL EQUITY AND LIABILITIES	1,024,087	1,049,982
Net assets per share (RM)	1.06	1.00

**UNAUDITED CONDENSED CONSOLIDATED INCOME STATEMENT
FOR THE YEAR ENDED 30 JUNE 2015**

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current quarter 30-Jun-15 RM'000	Preceding year corresponding quarter 30-Jun-14 RM'000	Current financial year-to-date 30-Jun-15 RM'000	Preceding year corresponding period 30-Jun-14 RM'000
Revenue	12,931	15,471	46,652	60,423
Expenses	(9,464)	(16,089)	(62,172)	(56,080)
Other income	901	37,023	86,342	85,477
Depreciation / amortisation	(800)	(893)	(3,232)	(3,861)
Profit from operations	3,568	35,512	67,590	85,959
Interest income	97	115	386	159
Interest expense	424	(1,715)	(5,129)	(9,967)
Share of results of an associate	-	(732)	-	(732)
Profit before taxation	4,089	33,180	62,847	75,419
Income tax expense, net	(1,483)	(524)	(10,716)	(2,303)
Profit for the period/year	2,606	32,656	52,131	73,116
Attributable to:				
Owners of the parent	2,565	33,040	48,447	75,075
Non-controlling interests	41	(384)	3,684	(1,959)
	2,606	32,656	52,131	73,116
Earnings per share attributable to owners of the parent (sen):				
Basic	0.30	3.90	5.73	8.87
Diluted	0.30	3.90	5.73	8.87

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 30 JUNE 2015**

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current quarter 30-Jun-15 RM'000	Preceding year corresponding quarter 30-Jun-14 RM'000	Current financial year-to-date 30-Jun-15 RM'000	Preceding year corresponding period 30-Jun-14 RM'000
Profit for the period/year	2,606	32,656	52,131	73,116
Other comprehensive income:				
Reversal of deferred tax liabilities upon disposal of land held for property development	78	-	78	-
Deferred tax liabilities recognised on the revaluation surplus of biological asset and landed properties	-	(16,068)	-	(16,068)
Other comprehensive income for the period/year	78	(16,068)	78	(16,068)
Total comprehensive income for the period/year	2,684	16,588	52,209	57,048
Total comprehensive income attributable to:				
Owners of the parent	2,643	16,972	48,525	59,007
Non-controlling interests	41	(384)	3,684	(1,959)
	2,684	16,588	52,209	57,048

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**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 30 JUNE 2015**

← Attributable to owners of the parent →

	Share capital RM'000	-- Non- distributable -- Reserves RM'000	Accumulated losses RM'000	Total shareholders' equity RM'000	Non- controlling interests RM'000	Total equity RM'000
12 months ended 30 June 2015						
At 1 July 2014	846,118	92,899	(90,788)	848,229	50,301	898,530
Profit for the year	-	-	48,447	48,447	3,684	52,131
Other comprehensive income for the year:						
Reversal of deferred tax liabilities upon disposal of land held for property development	-	-	78	78	-	78
	-	-	78	78	-	78
Total comprehensive income for the year	-	-	48,525	48,525	3,684	52,209
At 30 June 2015	846,118	92,899	(42,263)	896,754	53,985	950,739
12 months ended 30 June 2014						
At 1 July 2013	846,118	108,967	(165,863)	789,222	52,260	841,482
Profit for the year	-	-	75,075	75,075	(1,959)	73,116
Other comprehensive income for the year	-	(16,068)	-	(16,068)	-	(16,068)
Total comprehensive income for the year	-	(16,068)	75,075	59,007	(1,959)	57,048
At 30 June 2014	846,118	92,899	(90,788)	848,229	50,301	898,530

DutaLand Berhad

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**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 30 JUNE 2015**

	Year-to-date 30-Jun-15 RM'000	Year-to-date 30-Jun-14 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	62,847	75,419
Adjustments for :		
Depreciation / amortisation	3,232	3,861
Gain on disposal of a subsidiary	-	(47,340)
Gain on disposal of an associate	-	(732)
Gain on disposal of property, plant and equipment, net	(10)	(36,486)
Unrealised foreign exchange loss, net	53	31
Interest expense	5,129	9,967
Interest income	(386)	(159)
Allowance for impairment on receivables, net	1,628	266
Write back of provision for short term accumulating compensated absences, net	(18)	(17)
Write back of provision for development cost	(407)	-
Property, plant and equipment written off	148	1
Share of results of an associate	-	732
Operating profit before working capital changes	<u>72,216</u>	<u>5,543</u>
Changes in working capital	<u>6,927</u>	<u>(5,863)</u>
Cash generated from/(used in) operations	79,143	(320)
Tax (paid)/refunded, net	(7,856)	2,811
Interest paid	<u>(222)</u>	<u>(10)</u>
Net cash generated from operating activities	<u>71,065</u>	<u>2,481</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Expenditure incurred on biological assets	(967)	(1,108)
Decrease/(increase) in land held for property development/held for sale	3,920	(25)
Purchase of property, plant and equipment	(1,731)	(400)
Interest received	386	57
Net proceeds from disposal of an associate	-	15,000
Net cash received from disposal of a subsidiary	-	33,898
Proceeds from disposal of property, plant and equipment	<u>10</u>	<u>102</u>
Net cash generated from investing activities	<u>1,618</u>	<u>47,524</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Repayment of borrowings	(62,600)	(39,100)
Repayment of hire purchase and lease payables, net	(806)	(690)
Interest paid	(4,843)	(7,973)
Changes in amount due to a company with common directors and corporate shareholders	885	(29)
Withdrawal/(placement) of fixed deposits pledged with licensed banks	<u>17</u>	<u>(4)</u>
Net cash used in financing activities	<u>(67,347)</u>	<u>(47,796)</u>
NET INCREASE IN CASH AND CASH EQUIVALENTS	5,336	2,209
EFFECTS OF EXCHANGE RATE CHANGES	24	1
CASH AND CASH EQUIVALENTS AT BEGINNING OF FINANCIAL YEAR	<u>5,191</u>	<u>2,981</u>
CASH AND CASH EQUIVALENTS AT END OF FINANCIAL YEAR	<u>10,551</u>	<u>5,191</u>

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 2014.

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 2014, except for the adoption of new FRSs, amendments and IC Interpretations that are mandatory for the Group for the financial year beginning 1 July 2014. 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/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	Investment Holding and Others	Elimination	Total
	RM'000	RM'000	RM'000	RM'000	RM'000
12 months ended 30 June 2015					
Revenue					
External revenue	4,449	42,203	-	-	46,652
Inter-segment revenue	-	-	-	-	-
Total revenue	<u>4,449</u>	<u>42,203</u>	<u>-</u>	<u>-</u>	<u>46,652</u>
Results					
Segment results	(8,994)	5,280	71,304	-	67,590
Finance expense, net					(4,743)
Income tax expense, net					<u>(10,716)</u>
Profit for the year					<u>52,131</u>
12 months ended 30 June 2014					
Revenue					
External revenue	11,171	49,252	-	-	60,423
Inter-segment revenue	-	-	8,000	(8,000)	-
Total revenue	<u>11,171</u>	<u>49,252</u>	<u>8,000</u>	<u>(8,000)</u>	<u>60,423</u>
Results					
Segment results	226	13,142	72,591	-	85,959
Finance costs, net					(9,808)
Share of results of an associate					(732)
Income tax expense, net					<u>(2,303)</u>
Profit for the year					<u>73,116</u>

A8) Significant event occurring after the reporting date

There were no material transactions or events occurred subsequent to the end of the current financial year.

A9) Effect of changes in the composition of the Group

On 1 November 2014, a wholly-owned foreign subsidiary of the Company, Mycom Investments (BVI) Ltd (“Mycom INV”), had been struck off by the Registrar of British Virgin Islands (“BVI”) in accordance with the provisions of the BVI Companies Act, 2004.

As such, Mycom INV ceased to be a subsidiary of the Company on 1 November 2014. The striking-off of Mycom INV has no material impact to the financial results of the Group.

A10) Changes in Contingent Liabilities and Contingent Assets

There were two legal actions involving DutaLand Bhd and its subsidiaries (“DutaLand Group”) reported in the last annual statement of financial position as at 30 June 2014. Total contingent liabilities of RM79.851 million as reported thereof have since been extinguished as the court had delivered its decisions which were in favor of DutaLand Group.

A11) Capital commitments

There were no material capital commitments which have not been provided for in the financial statements as at 30 June 2015.

PART B : Notes Required by Bursa Malaysia Listing Requirements

B1) Review of performance

For the quarter under review (4Q FY2015), the Group recorded revenue of RM12.9 million, RM2.6 million lower as compared to the preceding year quarter (4Q FY2014) of RM15.5 million. The plantation division's revenue was lower by RM1.2 million (RM12.9 million vs RM14.1 million) mainly due to decrease in average FFB price by 18% (RM417 / MT vs RM510 / MT), despite increase in production volume by 12% (30,978 MT vs 27,603 MT). The revenue for the property division decreased by RM1.4 million (4Q FY2014: RM1.4 million) mainly due to sales of stock in the preceding year quarter.

Profit before tax for 4Q FY2015 was at RM4.1 million as compared to profit of RM33.2 million for 4Q FY2014. The variance of RM29.1 million was mainly attributable to the gain on disposal of land of RM36.4 million recorded in the previous year quarter. Meanwhile, the plantation division registered higher profit at RM3.5 million (4Q FY2014 : RM2.2 million). The favorable variance of RM1.3 million was due to lower operating costs of RM2.5 million (RM9.3 million vs RM11.8 million), offset against lower revenue of RM1.2 million (RM12.9 million vs RM14.1 million). Property division recorded loss of RM3.0 million in 4Q FY2015 (4Q FY2014: RM2.3 million).

For the financial year 2015 (YTD FY2015), the Group recorded revenue of RM46.6 million, RM13.8 million lower as compared to the preceding year (YTD FY2014) of RM60.4 million. The plantation division's revenue was lower by RM7.1 million (RM42.2 million vs RM49.3 million) mainly due to decrease in the average FFB price and production volume by 13% (RM415 / MT vs RM480 / MT) and 1% (101,587 MT vs 102,647 MT) respectively. The revenue for the property division of RM4.4 million was lower by RM6.7 million (FY2014: RM11.1 million) mainly due to lack of development activities.

Profit before tax for YTD FY2015 was at RM62.8 million as compared to RM75.4 million for YTD FY2014. Decrease of RM12.6 million. The plantation division's profit was lower by RM7.8 million (RM5.1 million vs RM12.9 million) as the division was affected by lower revenue (- RM7.1 million). Property division recorded loss of RM11.8 million in the current year (YTD 2014: loss of RM6.0 million) mainly due to the lack of development activities. Included in the current year profit was the recognition of legal settlement sum of RM85.0 million, as compared to the gain from disposal of a subsidiary and gain from disposal of a land amounted to RM47.3 million and RM36.4 million respectively which was included in the previous year profit.

B2) Material changes in quarterly results

Profit before tax for the current quarter was at RM4.1 million as compared to RM70.3 million for the previous quarter. The higher profit for the previous quarter was mainly due to recognition of the settlement sum of RM85.0 million. The plantation division contributed Profit before tax of RM3.5 million for the current quarter due to higher FFB production of 30,978 MT. The FFB selling price however remained flat at RM417 / MT.

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 2016. 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 were 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:

	Current Quarter 30-Jun-15 RM'000	Current Financial Year-To-Date 30-Jun-15 RM'000
Income tax expense	1,501	10,734
Transfer from deferred taxation	(18)	(18)
	<u>1,483</u>	<u>10,716</u>

The disproportionate tax charge is due principally to certain expenses being disallowed for taxation purposes during the financial period/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:

	As at 30-Jun-15 RM'000
Short-term borrowings:	
Secured	688
Long-term borrowings:	
Secured	739
Total borrowings	<u>1,427</u>

B9) Changes in material litigation (including status of any pending material litigation) since the last annual reporting date

There were three legal actions involving DutaLand Bhd and its subsidiaries ("DutaLand Group") reported in the last annual statement of financial position as at 30 June 2014. Both legal cases against DutaLand Group have since been extinguished as the court had delivered its decisions which were in favor of DutaLand Group. Meanwhile, DutaLand Group has on 6 February 2015 entered into a settlement agreement with Sabah Forest Industries Sdn. Bhd. ("SFI") and received a lump sum payment of RM85.0 million subsequently as full and final settlement of the claim against SFI.

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-15	30-Jun-14	30-Jun-15	30-Jun-14
(a) Basic				
Profit attributable to owners of the parent (RM'000)	2,565	33,040	48,447	75,075
Weighted average number of ordinary shares ('000)	846,118	846,118	846,118	846,118
Basic earnings per ordinary share for the period/year (sen)	0.30	3.90	5.73	8.87
(b) Diluted				
Profit attributable to owners of the parent (RM'000)	2,565	33,040	48,447	75,075
Adjusted weighted average number of ordinary shares in issue ('000)	846,118	846,118	846,118	846,118
Diluted earnings per ordinary share for the period/year (sen)	0.30	3.90	5.73	8.87

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 before taxation

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current quarter 30-Jun-15 RM'000	Preceding year corresponding quarter 30-Jun-14 RM'000	Current financial year-to-date 30-Jun-15 RM'000	Preceding year corresponding period 30-Jun-14 RM'000
Profit before taxation is arrived at after (charging) / crediting:				
(1) Provision for and write-off of receivables	(147)	(114)	(1,628)	(266)
(2) Provision for and write-off of inventories	-	-	-	-
(3) Gain on disposal of quoted or unquoted investments or properties, net	10	36,484	10	36,486
(4) Impairment of property, plant and equipment	-	-	-	-
(5) Foreign exchange loss, net:				
- Realised	(105)	(1)	(105)	(4)
- Unrealised	(53)	(30)	(53)	(31)

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current quarter 30-Jun-15 RM'000	Preceding year corresponding quarter 30-Jun-14 RM'000	Current financial year-to-date 30-Jun-15 RM'000	Preceding year corresponding period 30-Jun-14 RM'000
Profit before taxation is arrived at after (charging) / crediting:				
(6) Gain / (loss) on derivatives	-	-	-	-
(7) Write-off of property, plant and equipment	(147)	-	(148)	(1)
(8) Write back of provision for development cost	407	-	407	-
(9) Write back of provision for short term accumulating compensated absences, net	18	17	18	17
(10) Legal settlement sum received	85,000	-	85,000	-
(11) Gain on disposal of an associate	-	732	-	732
(12) Gain on disposal of a subsidiary	-	(401)	-	47,340

B14) Realised and unrealised accumulated losses

	As at 30-Jun-15 RM'000	As at 30-Jun-14 RM'000
Total accumulated losses of DutaLand Berhad and its subsidiaries:		
- Realised	(655,588)	(727,087)
- Unrealised	(26,046)	(30,897)
	<u>(681,634)</u>	<u>(757,984)</u>
Consolidation adjustments	639,371	667,196
Total Group's accumulated losses	<u>(42,263)</u>	<u>(90,788)</u>

On behalf of the Board
DUTALAND BERHAD

Pang Siok Tieng
Chartered Secretary

Kuala Lumpur
25 August 2015