

DutaLand Berhad

(Company No: 7296-V)

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

	As at 30-Sep-15 RM'000 (Unaudited)	As at 30-Jun-15 RM'000 (Audited)
ASSETS		
Non-current assets		
Property, plant and equipment	435,524	433,842
Biological assets	260,215	260,000
Land held for property development	239,514	239,514
	<u>935,253</u>	<u>933,356</u>
Current assets		
Property development costs	66,627	66,527
Inventories	13,166	12,890
Receivables	33,402	34,737
Tax recoverable	1,794	1,542
Short term deposits	527	527
Cash and bank balances	17,393	10,457
	<u>132,909</u>	<u>126,680</u>
Non-current assets held for sale	-	3,684
	<u>132,909</u>	<u>130,364</u>
TOTAL ASSETS	<u><u>1,068,162</u></u>	<u><u>1,063,720</u></u>
EQUITY AND LIABILITIES		
Equity attributable to owners of the parent		
Share capital	846,118	846,118
Reserves	125,883	125,883
Accumulated losses	(39,488)	(42,018)
	<u>932,513</u>	<u>929,983</u>
Non-controlling interests	<u>53,930</u>	<u>53,975</u>
Total equity	<u><u>986,443</u></u>	<u><u>983,958</u></u>
Non-current liabilities		
Borrowings	1,045	827
Deferred tax liabilities	42,733	42,733
	<u>43,778</u>	<u>43,560</u>
Current liabilities		
Borrowings	710	600
Payables	30,560	31,023
Current tax payable	6,671	4,579
	<u>37,941</u>	<u>36,202</u>
Total liabilities	<u>81,719</u>	<u>79,762</u>
TOTAL EQUITY AND LIABILITIES	<u><u>1,068,162</u></u>	<u><u>1,063,720</u></u>
Net assets per share (RM)	1.10	1.10

**UNAUDITED CONDENSED CONSOLIDATED INCOME STATEMENT
FOR THE PERIOD ENDED 30 SEPTEMBER 2015**

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current quarter 30-Sep-15 RM'000	Preceding year corresponding quarter 30-Sep-14 RM'000	Current financial year-to-date 30-Sep-15 RM'000	Preceding year corresponding period 30-Sep-14 RM'000
Revenue	10,057	9,651	10,057	9,651
Expenses	(14,455)	(14,233)	(14,455)	(14,233)
Other income	11,404	189	11,404	189
Depreciation / amortisation	(734)	(884)	(734)	(884)
Profit/(loss) from operations	6,272	(5,277)	6,272	(5,277)
Interest income	4	57	4	57
Interest expense	(25)	(2,010)	(25)	(2,010)
Profit/(loss) before taxation	6,251	(7,230)	6,251	(7,230)
Income tax expense	(3,766)	(166)	(3,766)	(166)
Profit/(loss) for the period	2,485	(7,396)	2,485	(7,396)
Attributable to:				
Owners of the parent	2,530	(6,851)	2,530	(6,851)
Non-controlling interests	(45)	(545)	(45)	(545)
	2,485	(7,396)	2,485	(7,396)
Earnings per share attributable to owners of the parent (sen):				
Basic	0.30	(0.81)	0.30	(0.81)
Diluted	0.30	(0.81)	0.30	(0.81)

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE PERIOD ENDED 30 SEPTEMBER 2015**

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current quarter 30-Sep-15 RM'000	Preceding year corresponding quarter 30-Sep-14 RM'000	Current financial year-to-date 30-Sep-15 RM'000	Preceding year corresponding period 30-Sep-14 RM'000
Profit/(loss) for the period	2,485	(7,396)	2,485	(7,396)
Other comprehensive income for the period	-	-	-	-
Total comprehensive income for the period	2,485	(7,396)	2,485	(7,396)
Total comprehensive income attributable to:				
Owners of the parent	2,530	(6,851)	2,530	(6,851)
Non-controlling interests	(45)	(545)	(45)	(545)
	2,485	(7,396)	2,485	(7,396)

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**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE PERIOD ENDED 30 SEPTEMBER 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
<u>3 months ended 30 September 2015</u>						
At 1 July 2015	846,118	125,883	(42,018)	929,983	53,975	983,958
Profit for the period	-	-	2,530	2,530	(45)	2,485
Other comprehensive income for the period	-	-	-	-	-	-
Total comprehensive income for the period	-	-	2,530	2,530	(45)	2,485
At 30 September 2015	<u>846,118</u>	<u>125,883</u>	<u>(39,488)</u>	<u>932,513</u>	<u>53,930</u>	<u>986,443</u>
<u>3 months ended 30 September 2014</u>						
At 1 July 2014	846,118	92,899	(90,788)	848,229	50,301	898,530
Loss for the period	-	-	(6,851)	(6,851)	(545)	(7,396)
Other comprehensive income for the period	-	-	-	-	-	-
Total comprehensive income for the period	-	-	(6,851)	(6,851)	(545)	(7,396)
At 30 September 2014	<u>846,118</u>	<u>92,899</u>	<u>(97,639)</u>	<u>841,378</u>	<u>49,756</u>	<u>891,134</u>

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**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE PERIOD ENDED 30 SEPTEMBER 2015**

	Year-to-date 30-Sep-15 RM'000	Year-to-date 30-Sep-14 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit/(loss) before taxation	6,251	(7,230)
Adjustments for :		
Depreciation / amortisation	734	884
Gain on disposal of property, plant and equipment	(11,170)	-
Interest expense	25	2,010
Interest income	(4)	(57)
Allowance for impairment on receivables	-	806
Property, plant and equipment written off	1	-
Operating loss before working capital changes	(4,163)	(3,587)
Changes in working capital	496	4,368
Cash (used in)/generated from operations	(3,667)	781
Tax paid	(1,926)	(736)
Net cash (used in)/generated from operating activities	(5,593)	45
CASH FLOWS FROM INVESTING ACTIVITIES		
Expenditure incurred on biological assets	(215)	(217)
Increase in land held for property development	-	(33)
Purchase of property, plant and equipment	(1,917)	(177)
Interest received	4	57
Proceeds from disposal of property, plant and equipment	14,854	-
Net cash generated from/(used in) investing activities	12,726	(370)
CASH FLOWS FROM FINANCING ACTIVITIES		
Drawdown of borrowings	-	3,500
Repayment of hire purchase and lease payables, net	(172)	(187)
Interest paid	(25)	(677)
Net cash (used in)/generated from financing activities	(197)	2,636
NET INCREASE IN CASH AND CASH EQUIVALENTS	6,936	2,311
CASH AND CASH EQUIVALENTS AT BEGINNING OF FINANCIAL PERIOD	10,552	5,191
CASH AND CASH EQUIVALENTS AT END OF FINANCIAL PERIOD	17,488	7,502

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 2015.

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 2015, except for the adoption of new FRSs, amendments and IC Interpretations that are mandatory for the Group for the financial year beginning 1 July 2015. 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	Investment Holding and Others	Elimination	Total
	RM'000	RM'000	RM'000	RM'000	RM'000
3 months ended 30 September 2015					
Revenue					
External revenue	84	9,973	-	-	10,057
Inter-segment revenue	-	-	-	-	-
Total revenue	<u>84</u>	<u>9,973</u>	<u>-</u>	<u>-</u>	<u>10,057</u>
Results					
Segment results	(2,084)	755	7,601	-	6,272
Finance costs, net					(21)
Income tax expense					(3,766)
Profit for the period					<u>2,485</u>
3 months ended 30 September 2014					
Revenue					
External revenue	83	9,568	-	-	9,651
Inter-segment revenue	-	-	-	-	-
Total revenue	<u>83</u>	<u>9,568</u>	<u>-</u>	<u>-</u>	<u>9,651</u>
Results					
Segment results	(1,851)	654	(4,080)	-	(5,277)
Finance costs, net					(1,953)
Income tax expense					(166)
Loss for the period					<u>(7,396)</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 period.

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 2015 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 September 2015.

PART B : Notes Required by Bursa Malaysia Listing Requirements

B1) Review of performance

For the quarter under review (1Q FY2016), the Group recorded revenue of RM10.1 million, RM0.4 million higher as compared to the preceding year quarter (1Q FY2015) of RM9.7 million. The plantation division's revenue was higher by RM0.4 million (RM10.0 million vs RM9.6 million) mainly due to increase in production volume by 14% (26,691 MT vs 23,466 MT), reduced by decrease in average FFB price by 8% (RM374 / MT vs RM408 / MT).

Profit before tax for 1Q FY2016 was at RM6.3 million as compared to loss of RM7.2 million for 1Q FY2015. The variance of RM13.5 million was mainly attributable to the gain on disposal of properties of RM11.2 million recorded in the current year quarter and also lower interest expense of RM2.0 million. The plantation division registered profit at RM0.7 million, a slight increase over profit of RM0.6 million for 1Q FY2015.

B2) Material changes in quarterly results

Profit before tax for the current quarter was at RM6.3 million as compared to RM4.6 million for the previous quarter (4Q FY2015). The favorable variance of RM1.7 million was mainly due to gain on disposal of properties amounted to RM11.2 million recorded in the current quarter, reduced by lower contribution from the plantation division of RM2.3 million (1Q FY2016: RM0.7 million vs 4Q FY2015: RM3.0 million). The plantation division registered lower production volume and average FFB price by 4,287 MT (1Q FY2016: 26,691 MT vs 4Q FY2015: 30,978 MT) and RM43 / MT (1Q FY2016: RM374 / MT vs 4Q FY2015: RM417 / MT) respectively.

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-Sep-15 RM'000	Current Financial Year-To-Date 30-Sep-15 RM'000
Income tax expense	3,766	3,766

The disproportionate tax charge is due principally to certain expenses being disallowed for taxation purposes during the financial 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 30-Sep-15 RM'000
Short-term borrowings:	
Secured	710
Long-term borrowings:	
Secured	1,045
Total borrowings	<u>1,755</u>

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

There were no changes in material litigation since the last annual reporting date of 30 June 2015 to the date of this report.

B10) Dividend declared

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

B11) Earnings per share

	3 months ended		3 months ended	
	30-Sep-15	30-Sep-14	30-Sep-15	30-Sep-14
(a) Basic				
Profit/(loss) attributable to owners of the parent (RM'000)	2,530	(6,851)	2,530	(6,851)
Weighted average number of ordinary shares ('000)	846,118	846,118	846,118	846,118
Basic earnings per ordinary share for the period (sen)	0.30	(0.81)	0.30	(0.81)
(b) Diluted				
Profit/(loss) attributable to owners of the parent (RM'000)	2,530	(6,851)	2,530	(6,851)
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 (sen)	0.30	(0.81)	0.30	(0.81)

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

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current quarter 30-Sep-15 RM'000	Preceding year corresponding quarter 30-Sep-14 RM'000	Current financial year-to-date 30-Sep-15 RM'000	Preceding year corresponding period 30-Sep-14 RM'000
Profit/(loss) before taxation is arrived at after (charging) / crediting:				
(1) Provision for and write-off of receivables	-	(806)	-	(806)
(2) Provision for and write-off of inventories	-	-	-	-
(3) Gain on disposal of quoted or unquoted investments or properties, net	11,170	-	11,170	-
(4) Impairment of property, plant and equipment	-	-	-	-
(5) Foreign exchange gain/(loss), net:				
- Realised	-	-	-	-
- Unrealised	-	-	-	-
(6) Gain / (loss) on derivatives	-	-	-	-
(7) Write-off of property, plant and equipment	(1)	-	(1)	-

B14) Realised and unrealised accumulated losses

	As at 30-Sep-15 RM'000	As at 30-Jun-15 RM'000
Total accumulated losses of DutaLand Berhad and its subsidiaries:		
- Realised	(653,106)	(655,006)
- Unrealised	(25,977)	(25,977)
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	(679,083)	(680,983)
Consolidation adjustments	639,595	638,965
Total Group's accumulated losses	<hr/>	<hr/>
	(39,488)	(42,018)

On behalf of the Board
DUTALAND BERHAD

Pang Siok Tieng
Chartered Secretary

Kuala Lumpur
24 November 2015