

**DutaLand Berhad**

(Company No: 7296-V)

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION  
AS AT 31 DECEMBER 2017**

	<b>As at 31-Dec-17 RM'000 (Unaudited)</b>	<b>As at 30-Jun-17 RM'000 (Audited)</b>
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	339,284	338,900
Land held for property development	262,602	262,484
	<b>601,886</b>	<b>601,384</b>
<b>Current assets</b>		
Property development costs	9,749	7,277
Inventories	11,517	12,037
Receivables	103,542	92,453
Tax recoverable	704	955
Short term investment	32,457	448
Cash and bank balances	13,499	9,141
	<b>171,468</b>	<b>122,311</b>
Non-current assets held for sale	353,282	352,846
	<b>524,750</b>	<b>475,157</b>
<b>TOTAL ASSETS</b>	<b>1,126,636</b>	<b>1,076,541</b>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity attributable to owners of the parent</b>		
Share capital	423,059	423,059
Share premium	-	-
Capital reserve	53,109	53,109
Reserve attributable to assets classified as held for sale	107,388	107,388
Retained profit	358,459	355,411
	<b>942,015</b>	<b>938,967</b>
<b>Non-controlling interests</b>	<b>53,110</b>	<b>53,431</b>
<b>Total equity</b>	<b>995,125</b>	<b>992,398</b>
<b>Non-current liabilities</b>		
Borrowings	2,120	2,895
Deferred tax liabilities	40,310	40,310
	<b>42,430</b>	<b>43,205</b>
<b>Current liabilities</b>		
Borrowings	1,671	1,646
Payables	85,246	33,008
Tax payable	2,164	6,284
	<b>89,081</b>	<b>40,938</b>
<b>Total liabilities</b>	<b>131,511</b>	<b>84,143</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>1,126,636</b>	<b>1,076,541</b>
Net assets per share (RM)	1.11	1.11

**DutaLand Berhad**

(Company No: 7296-V)

**UNAUDITED CONDENSED CONSOLIDATED INCOME STATEMENT  
FOR THE PERIOD ENDED 31 DECEMBER 2017**

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current quarter 31-Dec-17 RM'000	Preceding year corresponding quarter 31-Dec-16 RM'000	Current financial year-to-date 31-Dec-17 RM'000	Preceding year corresponding period 31-Dec-16 RM'000
<b><u>Continuing operations</u></b>				
Revenue	3,062	488	5,966	494
Expenses	(6,341)	(4,441)	(11,442)	(7,810)
Other income	214	282	454	600
Depreciation / amortisation	(22)	(63)	(84)	(126)
Loss from operations	(3,087)	(3,734)	(5,106)	(6,842)
Interest income	147	4	186	7
Interest expense	(61)	(92)	(131)	(97)
<b>Loss before taxation</b>	<b>(3,001)</b>	<b>(3,822)</b>	<b>(5,051)</b>	<b>(6,932)</b>
Income tax expense	(46)	8	(91)	(26)
<b>Loss from continuing operations</b>	<b>(3,047)</b>	<b>(3,814)</b>	<b>(5,142)</b>	<b>(6,958)</b>
<b><u>Discontinuing operations</u></b>				
<b>Profit from discontinuing operations, net of tax</b>	<b>5,215</b>	<b>4,415</b>	<b>7,869</b>	<b>8,174</b>
<b>Profit for the period</b>	<b>2,168</b>	<b>601</b>	<b>2,727</b>	<b>1,216</b>
Attributable to:				
Owners of the parent				
-from continuing operations	(2,922)	(3,514)	(4,821)	(6,341)
-from discontinuing operations	5,215	4,415	7,869	8,174
	2,293	901	3,048	1,833
Non-controlling interests	(125)	(300)	(321)	(617)
	2,168	601	2,727	1,216
Earnings/(loss) per share attributable to owners of the parent (sen):				
Basic				
-from continuing operations	(0.35)	(0.42)	(0.57)	(0.75)
-from discontinuing operations	0.62	0.52	0.93	0.97
	0.27	0.11	0.36	0.22
Diluted				
-from continuing operations	(0.35)	(0.42)	(0.57)	(0.75)
-from discontinuing operations	0.62	0.52	0.93	0.97
	0.27	0.11	0.36	0.22

**DutaLand Berhad**

(Company No: 7296-V)

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME  
FOR THE PERIOD ENDED 31 DECEMBER 2017**

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current quarter 31-Dec-17 RM'000	Preceding year corresponding quarter 31-Dec-16 RM'000	Current financial year-to-date 31-Dec-17 RM'000	Preceding year corresponding period 31-Dec-16 RM'000
Profit for the period	2,168	601	2,727	1,216
Other comprehensive income for the period	-	-	-	-
<b>Total comprehensive income for the period</b>	<b>2,168</b>	<b>601</b>	<b>2,727</b>	<b>1,216</b>
<b>Total comprehensive income attributable to:</b>				
Owners of the parent	2,293	901	3,048	1,833
Non-controlling interests	(125)	(300)	(321)	(617)
	<b>2,168</b>	<b>601</b>	<b>2,727</b>	<b>1,216</b>

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
FOR THE PERIOD ENDED 31 DECEMBER 2017**

	← Attributable to owners of the parent →					Retained profits/ (accumulated losses)	Total shareholders' equity	Non- controlling interests	Total equity
	Share capital	Non-distributable			Capital reserve				
		Share premium	Revaluation reserve	Reserve attributable to assets classified as held of sale					
RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	
<b>6 months ended 31 December 2017</b>									
At 1 July 2017	423,059	-	-	107,388	53,109	355,411	938,967	53,431	992,398
Profit/(loss) for the period	-	-	-	-	-	3,048	3,048	(321)	2,727
Other comprehensive income/(loss) for the period	-	-	-	-	-	-	-	-	-
Total comprehensive income/(loss) for the period	-	-	-	-	-	3,048	3,048	(321)	2,727
At 31 December 2017	423,059	-	-	107,388	53,109	358,459	942,015	53,110	995,125
<b>6 months ended 31 December 2016</b>									
At 1 July 2016	846,118	18,495	107,388	-	-	(45,737)	926,264	54,710	980,974
Profit/(loss) for the period	-	-	-	-	-	1,833	1,833	(617)	1,216
Other comprehensive income/(loss) for the period	-	-	-	-	-	-	-	-	-
Total comprehensive income/(loss) for the period	-	-	-	-	-	1,833	1,833	(617)	1,216
At 31 December 2016	846,118	18,495	107,388	-	-	(43,904)	928,097	54,093	982,190

**DutaLand Berhad**

(Company No: 7296-V)

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS  
FOR THE PERIOD ENDED 31 DECEMBER 2017**

	<b>Year-to-date 31-Dec-17 RM'000</b>	<b>Year-to-date 31-Dec-16 RM'000</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit before taxation		
Continuing operation	(5,051)	(6,933)
Discontinuing operation	10,354	10,029
Adjustments for :		
Depreciation / amortisation	355	1,626
Gain on disposal of property, plant and equipment	-	(28)
Interest expense	161	143
Interest income	(186)	(7)
Property, plant and equipment written off	-	7
Operating profit before working capital changes	5,633	4,837
Changes in working capital	39,865	456
Cash generated used in operations	45,498	5,293
Tax paid	(7,202)	(2,373)
Interest paid	(1)	-
<b>Net cash used in operating activities</b>	<b>38,295</b>	<b>2,920</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Expenditure incurred on biological assets	(141)	(168)
Addition in investments	(9)	
Addition in land held for property development	(492)	(381)
Purchase of property, plant and equipment	(571)	(268)
Interest received	186	7
Proceeds from disposal of property, plant and equipment	-	28
<b>Net cash (used in)/generated from investing activities</b>	<b>(1,027)</b>	<b>(782)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
(Repay) / Drawdown of borrowings	(464)	3,000
Repayment of hire purchase and lease payables, net	(319)	(343)
Interest paid	(127)	(143)
<b>Net cash generated from/(used in) financing activities</b>	<b>(910)</b>	<b>2,514</b>
<b>NET INCREASE IN CASH AND CASH EQUIVALENTS</b>	<b>36,358</b>	<b>4,652</b>
<b>CASH AND CASH EQUIVALENTS AT BEGINNING OF FINANCIAL PERIOD</b>	<b>9,145</b>	<b>11,688</b>
<b>CASH AND CASH EQUIVALENTS AT END OF FINANCIAL PERIOD</b>	<b>45,503</b>	<b>16,340</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 2017.

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 2017, except for the adoption of new FRSs, amendments and IC Interpretations that are mandatory for the Group for the financial year beginning 1 July 2017. 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 (Discontinuing)	Investment Holding and Others	Elimination	Total
	RM'000	RM'000	RM'000	RM'000	RM'000
<b>6 months ended 31 December 2017</b>					
<b>Revenue</b>					
External revenue	5,966	29,240	-	-	35,206
Inter-segment revenue	-	-	-	-	-
Total revenue	5,966	29,240	-	-	35,206
<b>Results</b>					
Segment results	(1,207)	10,384	(3,900)	-	5,277
Interest income, net					25
Income tax expense					(2,575)
<b>Profit for the period</b>					<b>2,727</b>

#### **6 months ended 31 December 2016**

<b>Revenue</b>					
External revenue	494	27,880	-	-	28,374
Inter-segment revenue	-	-	-	-	-
Total revenue	494	27,880	-	-	28,374
<b>Results</b>					
Segment results	(2,922)	10,074	(3,920)	-	3,232
Interest expense, net					(136)
Income tax expense					(1,880)
<b>Profit for the period</b>					<b>1,216</b>

#### 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 significant 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 2017 to the date of this report, except for the litigation claims disclosed in Note B9 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 December 2017.

[The rest of this page has been intentionally left blank]



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

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

For the quarter under review (2Q FY2018), the Group recorded revenue of RM19.9 million, RM5.0 million higher as compared to the preceding year quarter (2Q FY2017) of RM14.9 million. The favorable variance was mainly due to higher contribution from the property division (2Q FY2018: RM3.1 million vs 2Q FY2017: RM0.5 million, +RM2.6 million) while the plantation division's revenue increased by RM 2.4 million (2Q FY2018: RM16.8 million vs 2Q FY2017: RM14.4 million, +RM2.4 million). The FFB production has increased by 37% (32,364mt vs 23,618mt) while the FFB selling price has decreased by 15% from RM612/mt to RM520/mt.

For the 6 months period under review (YTD FY2018), the Group recorded revenue of RM35.2 million as compared to RM28.4 million for the same period in previous year (YTD FY2017). The favorable variance of RM6.8 million was mainly due to higher contribution from the property division (YTD FY2018: RM6.0 million vs YTD FY2017: RM0.5 million, +RM5.5 million) and the plantation division (YTD FY2018: RM29.2 million vs YTD FY 2017: RM27.9; +RM1.3 million).

Profit before tax for 2Q FY2018 was RM3.8 million as compared to profit of RM2.1 million for 2Q FY2017. The property division recorded loss of RM1.1 million for current year as compared to loss of RM 1.8 million for previous year. The reduced loss was due to higher revenue recorded by the division (RM3.1 million vs RM0.5 million; +RM2.6 million). The plantation division recorded profit of RM6.9 million for current year quarter as compared to profit of RM 5.9 million for previous year quarter. The higher profit was due to increased of revenue by RM 2.4 million recorded by the division.

Profit before tax for YTD FY2018 and YTD FY2017 was at RM5.3 million and RM 3.0 million respectively. The property division recorded loss of RM1.3 million in the current year period (YTD FY2017: loss of RM3.0 million, +RM1.7 million). The better result for the property division was due to higher revenue recorded by RM5.5 million. The plantation division recorded profit of RM10.4 million in the current year period which approximates profit of RM10.0 million recorded in YTD FY2017.

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

Profit before tax for the current quarter (2Q FY2018) was RM3.8 million as compared to profit of RM1.4 million for the previous quarter (1Q FY2018). The variance of RM2.4 million was mainly due to higher contribution from the plantation division. The plantation division recorded profit of RM6.9 million (1Q FY2018: profit of RM3.5 million, +RM3.4 million) mainly due to increase in FFB production by 8,572 MT / +36% (2Q FY2018: 32,364 MT vs 1Q FY2018: 23,792 MT). The property division recorded loss of RM1.1 million in the current quarter, RM0.7 million higher than 1QFY2018 due to higher operating cost incurred.

**B3) Commentary on:**

**(a) Current year prospects**

The proposed disposal of the plantation assets is expected to be completed in the 4Q of FY2018, with a balance sum of approximately RM675 million to be received and minimum gearing, the future prospects of the group is expected to be stable.

**(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 31 December 2017	Current Financial Year-to Date 31 December 2017
	RM'000	RM'000
Income tax expense on continuing operations	(46)	(91)
Income tax expense on discontinuing operations	(1,646)	(2,484)
	(1,692)	(2,575)

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

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

On 30 October 2017, the Company announced that its wholly-owned sub-subsidiary, Pertama Land & Development Sdn Bhd (“PLD”), has entered into a conditional sale and purchase agreement with Boustead Rimba Nilai Sdn Bhd, a wholly-owned subsidiary of Boustead Plantations Berhad, for the proposed disposal of 42 parcels of plantation lands beneficially owned by PLD in the locality of Labuk Road, Sg. Ruku-Ruku and Sg. Lokan, all within the district of Beluran(Labuk- Sugut), and Tongod, Sabah, measuring an aggregate land area of approximately 11,579.31 hectares (“Lands”), together with all movable fixed assets, machineries and vehicles located on the Lands for a total cash consideration of RM750,000,000.

The completion is pending the fulfillment of the conditions precedent as stated in the sale and purchase agreement.

**B8) Group borrowings**

The Group borrowings are as follows:

	<b>As at 31 December 2017 (RM'000)</b>
<b>Short-term borrowings:</b>	
Secured	1,671
<b>Long-term borrowings:</b>	
Secured	2,120
<b>Total borrowings</b>	<hr/> <b>3,791</b> <hr/>

**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 (“EPS”)**

	6 months ended		6 months ended	
	31 Dec	31 Dec	31 Dec	31 Dec
	2017	2016	2017	2016
<b>(a) <u>Basic</u></b>				
Profit/(loss) attributable to owners of the parent (RM'000)				
- from continuing operations	(2,922)	(3,514)	(4,821)	(6,341)
- from discontinuing operations	5,215	4,415	7,869	8,174
	<u>2,293</u>	<u>901</u>	<u>3,048</u>	<u>1,833</u>
Weighted average number of ordinary shares ('000)	846,118	846,118	846,118	846,118
Basic earnings/(loss) per ordinary share for the period (sen)				
- from continuing operations	(0.35)	(0.42)	(0.57)	(0.75)
- from discontinuing operations	0.62	0.52	0.93	0.97
	<u>0.27</u>	<u>0.11</u>	<u>0.36</u>	<u>0.22</u>
<b>(b) <u>Diluted</u></b>				
Profit/(loss) attributable to owners of the parent (RM'000)				
- from continuing operations	(2,922)	(3,514)	(4,821)	(6,341)
- from discontinuing operations	5,215	4,415	7,869	8,174
	<u>2,293</u>	<u>901</u>	<u>3,048</u>	<u>1,833</u>
Adjusted weighted average number of ordinary shares ('000)	846,118	846,118	846,118	846,118
Diluted earnings/(loss) per ordinary share for the period (sen)				
- from continuing operations	(0.35)	(0.42)	(0.57)	(0.75)
- from discontinuing operations	0.62	0.52	0.93	0.97
	<u>0.27</u>	<u>0.11</u>	<u>0.36</u>	<u>0.22</u>

## 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 31 December 2017 RM'000	Preceding year corresponding quarter 31 December 2016 RM'000	Current financial year-to-date 31 December 2017 RM'000	Preceding year corresponding period 31 December 2016 RM'000
Profit/(loss) before taxation is arrived at after crediting/(charging):				
(1) Provision for and write-off of receivables	-	-	-	-
(2) Provision for and write-off of inventories	-	-	-	-
(3) (Loss)/gain on disposal of quoted or unquoted Investments, properties & PPE	-	28	-	28
(4) Impairment of property, plant and equipment	-	-	-	-
(5) Foreign exchange (loss)/gain, net:				
- Realised	2	2	(14)	2
- Unrealised	-	-	-	-
(6) Write-off of property, plant and equipment	-	7	-	7

[The rest of this page has been intentionally left blank]

**B14) Realised and unrealized retained profits**

	<b>As at 31 Dec 2017 RM'000</b>	<b>As at 30 June 2017 RM'000</b>
Total retained earning/(accumulated losses) of DutaLand Berhad and its subsidiaries:		
- Realised	(248,355)	(268,791)
- Unrealised	(27,230)	(27,787)
	<hr/>	<hr/>
	(275,585)	(296,578)
Consolidation adjustments	634,044	651,989
Total Group's retained earning	<hr/>	<hr/>
	358,459	355,411

On behalf of the Board  
**DUTALAND BERHAD**

Kwan Wai Sin  
Chartered Secretary  
Kuala Lumpur  
28 February 2018