

TA ANN HOLDINGS BERHAD
(Incorporated in Malaysia)

Condensed consolidated statement of financial position
As at 31 March 2011 - unaudited

| | Note | 31 March 2011 RM'000 | 31 December 2010 RM'000 |
|---|------|-------------------------|----------------------------|
| Assets | | | |
| Property, plant and equipment | | 822,211 | 809,027 |
| Prepaid lease payments | | 4,758 | 4,824 |
| Oil palm plantation expenditure | | 220,069 | 216,732 |
| Reforestation expenditure | | 65,764 | 59,505 |
| Trade receivables | 14 | 2,251 | 2,291 |
| Deferred tax assets | | 735 | 801 |
| Timber concessions | | 72,597 | 74,711 |
| Goodwill | | 13,940 | 14,060 |
| Other intangible assets | | 6,547 | 6,565 |
| Total non-current assets | | 1,208,872 | 1,188,516 |
| Inventories | | 189,700 | 175,200 |
| Property, plant and equipment | | 1,532 | 1,532 |
| Property development costs | | 3,749 | 2,391 |
| Trade and other receivables | 14 | 52,262 | 51,817 |
| Income tax recoverable | | 3,930 | 3,165 |
| Deposits, cash and bank balances | | 129,663 | 143,160 |
| Total current assets | | 380,836 | 377,265 |
| Total assets | | 1,589,708 | 1,565,781 |
| Financed by: | | | |
| Capital and reserves | | | |
| Share capital | | 257,517 | 257,517 |
| Treasury shares | | (904) | (904) |
| Share premium | | 1,783 | 1,783 |
| Foreign exchange translation reserve | | 8,059 | 12,434 |
| Retained earnings | 32 | 569,834 | 543,273 |
| Equity attributable to owners of the Company | | 836,289 | 814,103 |
| Non-controlling interests | | 27,317 | 26,433 |
| Total equity | | 863,606 | 840,536 |
| Liabilities | | | |
| Other payables | | 1,431 | - |
| Deferred taxation | | 81,130 | 74,226 |
| Deferred income | | 29,471 | 29,920 |
| Borrowings | 25 | 262,796 | 263,971 |
| Provision for retirement benefits | | 9,009 | 8,750 |
| Total non-current liabilities | | 383,837 | 376,867 |
| Trade and other payables | | 110,009 | 121,870 |
| Deferred income | | 1,442 | 1,447 |
| Borrowings | 25 | 222,961 | 219,277 |
| Income tax payable | | 7,853 | 5,784 |
| Total current liabilities | | 342,265 | 348,378 |
| Total liabilities | | 726,102 | 725,245 |
| Total equity and liabilities | | 1,589,708 | 1,565,781 |
| Net assets per share (RM) | | 3.25 | 3.16 |

The unaudited condensed consolidated statement of financial position should be read in conjunction with the audited financial statements for the year ended 31 December 2010 and the accompanying explanatory notes attached to the interim financial statements.

TA ANN HOLDINGS BERHAD
(Incorporated in Malaysia)

Condensed consolidated statement of comprehensive income
For the period ended 31 March 2011 - unaudited

| | Current Quarter | | Cumulative Quarter | |
|---|---|--|---|---|
| | Current Year Quarter Ended 31 March 2011 RM'000 | Preceding Year Corresponding Quarter Ended 31 March 2010 RM'000 | Current Year To date 2011 RM'000 | Preceding Year Corresponding Period 2010 RM'000 |
| Revenue (Note 9) | 181,438 | 179,932 | 181,438 | 179,932 |
| Cost of sales | (122,717) | (143,217) | (122,717) | (143,217) |
| Gross Profit | 58,721 | 36,715 | 58,721 | 36,715 |
| Investment income | 251 | 234 | 251 | 234 |
| Other income | 1,828 | 1,323 | 1,828 | 1,323 |
| Unrealised gain/ (loss) in foreign exchange | 450 | (1,225) | 450 | (1,225) |
| Distribution expenses | (13,081) | (14,663) | (13,081) | (14,663) |
| Administrative expenses | (6,243) | (7,204) | (6,243) | (7,204) |
| Other expenses | (725) | (863) | (725) | (863) |
| Profit from operations | 41,201 | 14,317 | 41,201 | 14,317 |
| Share of results of associates | - | - | - | - |
| Finance costs | (2,544) | (2,530) | (2,544) | (2,530) |
| Profit before tax (Note 9) | 38,657 | 11,787 | 38,657 | 11,787 |
| Income tax expense (Note 20) | (11,212) | (4,348) | (11,212) | (4,348) |
| Profit for the period | 27,445 | 7,439 | 27,445 | 7,439 |
| Other comprehensive income, net of tax | | | | |
| Foreign currency translation differences for foreign operations | (4,375) | (2,047) | (4,375) | (2,047) |
| Total comprehensive income for the period | 23,070 | 5,392 | 23,070 | 5,392 |
| Profit for the period attributable to: | | | | |
| Owners of the Company | 26,561 | 7,985 | 26,561 | 7,985 |
| Non-controlling interests | 884 | (546) | 884 | (546) |
| Profit for the period | 27,445 | 7,439 | 27,445 | 7,439 |
| Total comprehensive income attributable to: | | | | |
| Owners of the Company | 22,186 | 5,938 | 22,186 | 5,938 |
| Non-controlling interests | 884 | (546) | 884 | (546) |
| Total comprehensive income for the period | 23,070 | 5,392 | 23,070 | 5,392 |
| Earnings per share attributable to owners of the Company : | | | | |
| Basic/ Diluted earnings per ordinary share (sen) as originally reported for the quarter ended 31 March 2010 | - | 3.72 | - | 3.72 |
| Basic/ Diluted earnings per ordinary share (sen) after bonus issue effected in September 2010 | 10.32 | 3.10 | 10.32 | 3.10 |

The unaudited condensed consolidated statement of comprehensive income should be read in conjunction with the audited financial statements for the year ended 31 December 2010 and the accompanying explanatory notes attached to the interim financial statements.

Company No: 419232-K

TA ANN HOLDINGS BERHAD

Condensed consolidated statement of changes in equity
For the period ended 31 March 2011 - unaudited

| | Attributable to Owners of the Company | | | | | | Non-Controlling interests RM'000 | Total Equity RM'000 |
|--|---------------------------------------|-------------------------|---------------------------|--|-----------------------------|-----------------|-------------------------------------|------------------------|
| | Non-Distributable | | | Distributable | | | | |
| | Share capital RM'000 | Share premium RM'000 | Treasury Shares RM'000 | Foreign exchange translation reserve RM'000 | Retained earnings RM'000 | Total RM'000 | | |
| At 1 January 2011 | 257,517 | 1,783 | (904) | 12,434 | 543,273 | 814,103 | 26,433 | 840,536 |
| Total comprehensive income for the period | - | - | - | (4,375) | 26,561 | 22,186 | 884 | 23,070 |
| At 31 March 2011 | 257,517 | 1,783 | (904) | 8,059 | 569,834 | 836,289 | 27,317 | 863,606 |
| At 1 January 2010 | 214,631 | 44,669 | (904) | 6,800 | 485,613 | 750,809 | 27,227 | 778,036 |
| Total comprehensive income for the period | - | - | - | (2,047) | 7,985 | 5,938 | (546) | 5,392 |
| Issuance of shares to non-controlling shareholders | - | - | - | - | - | - | 639 | 639 |
| At 31 March 2010 | 214,631 | 44,669 | (904) | 4,753 | 493,598 | 756,747 | 27,320 | 784,067 |

The unaudited condensed consolidated statement of changes in equity should be read in conjunction with the audited financial statements for the year ended 31 December 2010 and the accompanying explanatory notes attached to the interim financial statements.

Company No: 419232-K

TA ANN HOLDINGS BERHAD

Condensed consolidated statement of cash flows
For the period ended 31 March 2011 - unaudited

| | 1 January 2011 to 31 March 2011 RM'000 | 1 January 2010 to 31 March 2010 RM'000 |
|--|--|--|
| Cash flows from operating activities | | |
| Profit before taxation | 38,657 | 11,787 |
| Adjustments for: | | |
| Amortisation of plantation development expenditure | 1,714 | 1,263 |
| Amortisation of prepaid lease payments | 66 | 66 |
| Amortisation of goodwill | 120 | 120 |
| Amortisation of intangible assets | 2,127 | 2,139 |
| Deferred income recognised as income | (354) | (349) |
| Depreciation of property, plant and equipment | 10,382 | 11,130 |
| Interest expense | 2,544 | 2,530 |
| Interest income | (251) | (234) |
| Gain on disposal of property, plant and equipment | (36) | (72) |
| Property, plant and equipment written off | 76 | 14 |
| Unrealised foreign exchange loss/ (gain) | (450) | 1,225 |
| Retirement benefits | 309 | 250 |
| Operating profit before working capital changes | <u>54,904</u> | <u>29,869</u> |
| Changes in working capital: | | |
| Inventories | (14,578) | 15,558 |
| Property development costs | (873) | (79) |
| Trade and other receivables | (413) | (9,481) |
| Trade and other payables | (3,417) | (24,468) |
| Cash generated from operations | <u>35,623</u> | <u>11,399</u> |
| Interest paid | (2,210) | (2,127) |
| Income tax (paid)/ refunded | (3,513) | (4,618) |
| Net cash from operating activities | <u>29,900</u> | <u>4,654</u> |
| Cash flows from investing activities | | |
| Purchase of property, plant and equipment | (15,551) | (4,762) |
| Proceeds from disposal of property, plant and equipment | 115 | 267 |
| Plantation development expenditure incurred | (11,578) | (10,196) |
| Interest received | 251 | 234 |
| Net cash used in investing activities | <u>(26,763)</u> | <u>(14,457)</u> |
| Cash flows from financing activities | | |
| Proceeds from issuance of shares to non-controlling shareholders | - | 160 |
| Dividends paid | (11,579) | - |
| Net repayment/ proceeds from term loans | (651) | 4,939 |
| Net repayments of finance lease liabilities | (4,063) | (3,669) |
| Interest paid | (334) | (403) |
| Net cash (used in)/ from financing activities | <u>(16,627)</u> | <u>1,027</u> |
| Net decrease in cash and cash equivalents | (13,490) | (8,776) |
| Effect of exchange rate fluctuations on cash held | (7) | - |
| Cash and cash equivalents at 1 January | 141,793 | 95,906 |
| Cash and cash equivalents at 31 March (Note 21) | <u>128,296</u> | <u>87,130</u> |

The unaudited condensed statement of cash flows should be read in conjunction with the audited financial statements for the year ended 31 December 2010 and the accompanying explanatory notes attached to the interim financial statements.