

Company No: 419232-K

**TA ANN HOLDINGS BERHAD**  
(Incorporated in Malaysia)

**Condensed consolidated statement of financial position**  
**As at 31 March 2013 - unaudited**

|   | Note | 31 March 2013<br>RM'000 | 31 December 2012<br>RM'000 |
|---|------|-------------------------|----------------------------|
| <b>Assets</b>                                       |      |                         |                            |
| Property, plant and equipment                       |      | 851,214                 | 851,723                    |
| Prepaid lease payments                              |      | 4,599                   | 4,668                      |
| Oil palm plantation expenditure                     |      | 288,055                 | 284,825                    |
| Reforestation expenditure                           |      | 76,343                  | 74,231                     |
| Deferred tax assets                                 |      | 291                     | 297                        |
| Timber concessions                                  |      | 55,345                  | 57,437                     |
| Goodwill  |      | 12,634                  | 12,754                     |
| Other intangible assets                             |      | 6,180                   | 6,187                      |
| <b>Total non-current assets</b>                     |      | <b>1,294,661</b>        | <b>1,292,122</b>           |
| Inventories   |      | 180,458                 | 201,807                    |
| Property development costs                          |      | 1,441                   | 1,441                      |
| Trade and other receivables                         | 14   | 63,239                  | 65,471                     |
| Income tax recoverable                              |      | 3,406                   | 2,533                      |
| Deposits, cash and bank balances                    |      | 205,247                 | 130,286                    |
| <b>Total current assets</b>                         |      | <b>453,791</b>          | <b>401,538</b>             |
| <b>Total assets</b>                                 |      | <b>1,748,452</b>        | <b>1,693,660</b>           |
| <b>Financed by:</b>                                 |      |                         |                            |
| <b>Capital and reserves</b>                         |      |                         |                            |
| Share capital                                       |      | 370,736                 | 370,736                    |
| Treasury shares                                     |      | (904)                   | (904)                      |
| Foreign exchange translation reserve                |      | 15,713                  | 13,151                     |
| Retained earnings                                   | 32   | 565,818                 | 580,318                    |
| <b>Equity attributable to owners of the Company</b> |      | <b>951,363</b>          | <b>963,301</b>             |
| <b>Non-controlling interests</b>                    |      | <b>29,660</b>           | <b>30,946</b>              |
| <b>Total equity</b>                                 |      | <b>981,023</b>          | <b>994,247</b>             |
| <b>Liabilities</b>                                  |      |                         |                            |
| Deferred taxation                                   |      | 83,959                  | 83,961                     |
| Deferred income                                     |      | 25,547                  | 25,493                     |
| Borrowings  | 26   | 323,281                 | 238,343                    |
| Provision for retirement benefits                   |      | 10,607                  | 10,497                     |
| <b>Total non-current liabilities</b>                |      | <b>443,394</b>          | <b>358,294</b>             |
| Trade and other payables                            |      | 74,039                  | 99,632                     |
| Deferred income                                     |      | 1,405                   | 1,382                      |
| Borrowings  | 26   | 243,699                 | 235,292                    |
| Income tax payable                                  |      | 4,892                   | 4,813                      |
| <b>Total current liabilities</b>                    |      | <b>324,035</b>          | <b>341,119</b>             |
| <b>Total liabilities</b>                            |      | <b>767,429</b>          | <b>699,413</b>             |
| <b>Total equity and liabilities</b>                 |      | <b>1,748,452</b>        | <b>1,693,660</b>           |
| <b>Net assets per share (RM)</b>                    |      | <b>2.57</b>             | <b>2.60</b>                |

The unaudited condensed consolidated statement of financial position should be read in conjunction with the audited financial statements for the year ended 31 December 2012 and the accompanying explanatory notes attached to the interim financial statements.

**TA ANN HOLDINGS BERHAD**  
(Incorporated in Malaysia)

**Condensed consolidated statement of profit or loss and other comprehensive income**  
**For the period ended 31 March 2013 - unaudited**

|   | Individual Quarter  |  | Cumulative Quarter                                  |   |
|---|---|--|---|---|
|   | Current Year<br>Quarter Ended<br>31 March<br>2013<br>RM'000 | Preceding Year<br>Corresponding<br>Quarter Ended<br>31 March<br>2012<br>RM'000 | Current Year<br>Ended<br>31 March<br>2013<br>RM'000 | Preceding Year<br>Ended<br>31 March<br>2012<br>RM'000 |
| <b>Revenue</b> (Note 9)   | 150,282   | 164,567  | 150,282   | 164,567   |
| Cost of sales   | (118,393)   | (126,505)  | (118,393)   | (126,505)   |
| <b>Gross Profit</b>   | 31,889  | 38,062   | 31,889  | 38,062  |
| Finance income  | 480   | 598  | 480   | 598   |
| Other operating income  | 1,737   | 245  | 1,737   | 245   |
| Unrealised loss in foreign exchange   | (8)   | (177)  | (8)   | (177)   |
| Distribution costs  | (13,737)  | (13,366)   | (13,737)  | (13,366)  |
| Administrative expenses   | (8,066)   | (4,632)  | (8,066)   | (4,632)   |
| Other operating expenses  | (2,555)   | (1,498)  | (2,555)   | (1,498)   |
| <b>Profit from operations</b>   | 9,740   | 19,232   | 9,740   | 19,232  |
| Finance costs   | (3,680)   | (3,761)  | (3,680)   | (3,761)   |
| <b>Profit before tax</b> (Note 9)   | 6,060   | 15,471   | 6,060   | 15,471  |
| Income tax expense (Note 21)  | (3,319)   | (4,890)  | (3,319)   | (4,890)   |
| <b>Profit for the period</b>  | 2,741   | 10,581   | 2,741   | 10,581  |
| <b>Other comprehensive income, net of tax</b>   |   |  |   |   |
| Foreign currency translation differences for foreign operations   | 2,562   | (1,476)  | 2,562   | (1,476)   |
| <b>Total comprehensive income for the period</b>  | 5,303   | 9,105  | 5,303   | 9,105   |
| <b>Profit/ (Loss) for the period attributable to:</b>   |   |  |   |   |
| Owners of the Company   | 4,027   | 11,439   | 4,027   | 11,439  |
| Non-controlling interests   | (1,286)   | (858)  | (1,286)   | (858)   |
| <b>Profit for the period</b>  | 2,741   | 10,581   | 2,741   | 10,581  |
| <b>Total comprehensive income/ (loss) attributable to:</b>  |   |  |   |   |
| Owners of the Company   | 6,589   | 9,963  | 6,589   | 9,963   |
| Non-controlling interests   | (1,286)   | (858)  | (1,286)   | (858)   |
| <b>Total comprehensive income for the period</b>  | 5,303   | 9,105  | 5,303   | 9,105   |
| <b>Earnings per share attributable to owners of the Company :</b>   |   |  |   |   |
| Basic/ Diluted earnings per ordinary share (sen) as originally reported for the quarter ended 31 March 2012 | -   | 3.70   | -   | 3.70  |
| Basic/ Diluted earnings per ordinary share (sen) after the bonus issues effected in June 2012               | 1.09  | 3.09   | 1.09  | 3.09  |

The unaudited condensed consolidated statement of profit or loss and other comprehensive income should be read in conjunction with the audited financial statements for the year ended 31 December 2012 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 2013 - unaudited

|   | ← Attributable to owners of the Company → |                              |   |   | Total<br>RM'000 | Non-<br>controlling<br>interests<br>RM'000 | Total<br>Equity<br>RM'000 |
|---|---|------------------------------|---|---|-----------------|--|---------------------------|
|   | Share<br>capital<br>RM'000                | Treasury<br>Shares<br>RM'000 | Foreign<br>exchange<br>translation<br>reserve<br>RM'000 | Distributable<br>Retained<br>earnings<br>RM'000 |                 |  |                           |
| <b>At 1 January 2013</b>                  | 370,736                                   | (904)                        | 13,151  | 580,318   | 963,301         | 30,946                                     | 994,247                   |
| Total comprehensive income for the period | -   | -                            | -   | 4,027   | 4,027           | (1,286)                                    | 2,741                     |
| Dividends to owners of the Company        | -   | -                            | -   | (18,527)  | (18,527)        | -  | (18,527)                  |
| Foreign exchange translation differences  | -   | -                            | 2,562   | -   | 2,562           | -  | 2,562                     |
| <b>At 31 March 2013</b>                   | 370,736                                   | (904)                        | 15,713  | 565,818   | 951,363         | 29,660                                     | 981,023                   |
| <b>At 1 January 2012</b>                  | 308,981                                   | (904)                        | 14,475  | 615,488   | 938,040         | 38,004                                     | 976,044                   |
| Total comprehensive income for the period | -   | -                            | -   | 11,439  | 11,439          | (858)                                      | 10,581                    |
| Dividends to owners of the Company        | -   | -                            | -   | (30,878)  | (30,878)        | -  | (30,878)                  |
| Dividends to non-controlling interests    | -   | -                            | -   | -   | -               | (450)                                      | (450)                     |
| Foreign exchange translation differences  | -   | -                            | (1,476)   | -   | (1,476)         | -  | (1,476)                   |
| <b>At 31 March 2012</b>                   | 308,981                                   | (904)                        | 12,999  | 596,049   | 917,125         | 36,696                                     | 953,821                   |

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 2012 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 2013 - unaudited**

|  | <b>1 January 2013 to<br/>31 March 2013<br/>RM'000</b> | <b>1 January 2012 to<br/>31 March 2012<br/>RM'000</b> |
|--|---|---|
| <b>Cash flows from operating activities</b>                                |   |   |
| Profit before tax  | 6,060   | 15,471  |
| Adjustments for:   |   |   |
| Amortisation of plantation development expenditure                         | 3,085   | 2,420   |
| Amortisation of prepaid lease payments                                     | 70  | 69  |
| Amortisation of goodwill   | 120   | 120   |
| Amortisation of other intangible assets                                    | 2,127   | 2,127   |
| Depreciation of property, plant and equipment                              | 12,868  | 13,329  |
| Deferred income recognised as income                                       | (350)   | (371)   |
| Finance costs  | 3,680   | 3,761   |
| Finance income   | (480)   | (598)   |
| Gain on disposal of property, plant and equipment                          | (105)   | (29)  |
| Property, plant and equipment written off                                  | 9   | 60  |
| Unrealised foreign exchange loss   | 8   | 177   |
| Employee benefits  | 408   | 248   |
| Operating profit before working capital changes                            | <u>27,500</u>   | <u>36,784</u>   |
| Changes in working capital:  |   |   |
| Inventories  | 21,702  | (16,486)  |
| Trade and other receivables  | 2,271   | (20,495)  |
| Trade and other payables   | <u>(22,209)</u>                                       | <u>(5,606)</u>  |
| Cash generated from/ (used in) operations                                  | 29,264  | (5,803)   |
| Interest paid  | (3,382)   | (3,347)   |
| Income tax paid  | (3,780)   | (14,240)  |
| Employee benefits paid   | <u>(44)</u>   | <u>-</u>  |
| Net cash from/ (used in) operating activities                              | <u>22,058</u>   | <u>(23,390)</u>                                       |
| <b>Cash flows from investing activities</b>                                |   |   |
| Acquisition of prepaid lease payments                                      | -   | (401)   |
| Acquisition of property, plant and equipment                               | (11,392)  | (11,704)  |
| Proceeds from disposal of property, plant and equipment                    | 553   | 30  |
| Plantation development expenditure incurred                                | (11,164)  | (13,941)  |
| Movement in fixed deposits with original maturities exceeding three months | (22,501)  | -   |
| Increase in pledged deposits   | (3)   | (499)   |
| Interest received  | 480   | 598   |
| Net cash used in investing activities                                      | <u>(44,027)</u>                                       | <u>(25,917)</u>                                       |
| <b>Cash flows from financing activities</b>                                |   |   |
| Dividends paid   | (18,527)  | (30,878)  |
| Proceeds from borrowings   | 96,605  | 15,846  |
| Repayment of finance lease liabilities                                     | (3,388)   | (7,555)   |
| Interest paid  | <u>(298)</u>  | <u>(414)</u>  |
| Net cash from/ (used in) financing activities                              | <u>74,392</u>   | <u>(23,001)</u>                                       |
| <b>Net increase/ (decrease) in cash and cash equivalents</b>               | 52,423  | (72,308)  |
| <b>Effect of exchange rate fluctuations on cash held</b>                   | 34  | (134)   |
| <b>Cash and cash equivalents at 1 January</b>                              | 128,543   | 174,960   |
| <b>Cash and cash equivalents at 31 March (Note 22)</b>                     | <u>181,000</u>  | <u>102,518</u>  |

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