

**HeveaBoard Berhad (275512-A)**  
**QUARTERLY REPORT - FOURTH FINANCIAL QUARTER ENDED 31 DECEMBER 2011**  
**CONDENSED CONSOLIDATED INCOME STATEMENTS**

	CURRENT QUARTER		CUMULATIVE QUARTER	
	3 Months Ended 31 December		12 Months Ended 31 December	
	31-Dec-11 RM'000	31-Dec-10 RM'000	31-Dec-11 RM'000	31-Dec-10 RM'000
REVENUE	96,189	101,668	373,049	363,137
COST OF SALES	(84,957)	(87,795)	(338,739)	(315,240)
GROSS PROFIT	11,232	13,873	34,309	47,897
OTHER INCOME/(LOSS)	264	5,279	58	12,777
OPERATING EXPENSES	(6,386)	(6,485)	(21,080)	(20,553)
FINANCE COSTS	(1,866)	(2,510)	(9,394)	(11,710)
PROFIT/(LOSS) BEFORE TAXATION	3,243	10,156	3,894	28,410
TAXATION	(335)	(2,120)	(532)	(2,699)
<b>PROFIT/(LOSS) AFTER TAXATION</b>	<b>2,908</b>	<b>8,036</b>	<b>3,362</b>	<b>25,711</b>
<b>PROFIT/(LOSS) ATTRIBUTABLE TO:</b>				
EQUITY HOLDERS OF THE COMPANY	2,908	8,036	3,362	25,711
MINORITY INTEREST	-	-	-	-
<b>EARNINGS PER SHARE</b> - BASIC (SEN)	<b>3.22</b>	<b>8.89</b>	<b>3.72</b>	<b>28.44</b>

**HeveaBoard Berhad (275512-A)**  
**QUARTERLY REPORT - FOURTH FINANCIAL QUARTER ENDED 31 DECEMBER 2011**  
**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**

	As At 31.12.2011 RM'000	As At 31.12.2010 RM'000
<b>ASSETS</b>		
<b>NON-CURRENT ASSETS</b>		
PROPERTY, PLANT AND EQUIPMENT	285,429	293,983
OTHER INVESTMENTS	15	15
PREPAID LEASE PAYMENTS	5,744	6,540
GOODWILL ON CONSOLIDATION	2,946	2,946
<b>TOTAL NON-CURRENT ASSETS</b>	<b>294,134</b>	<b>303,484</b>
<b>CURRENT ASSETS</b>		
INVENTORIES	67,664	61,013
TRADE RECEIVABLES	42,032	47,210
OTHER RECEIVABLES, DEPOSITS AND PREPAYMENTS	2,079	7,560
TAX REFUNDABLE	627	738
CASH AND BANK BALANCES	17,251	22,822
<b>TOTAL CURRENT ASSETS</b>	<b>129,653</b>	<b>139,343</b>
<b>TOTAL ASSETS</b>	<b>423,787</b>	<b>442,827</b>
<b>EQUITY AND LIABILITIES</b>		
<b>EQUITY</b>		
SHARE CAPITAL	90,400	90,400
SHARE PREMIUM	15,526	15,526
WARRANT RESERVE	400	400
RETAINED PROFITS	87,717	84,355
<b>TOTAL EQUITY ATTRIBUTABLE TO OWNERS OF THE COMPANY</b>	<b>194,043</b>	<b>190,681</b>
<b>LIABILITIES</b>		
<b>NON-CURRENT LIABILITIES</b>		
LONG TERM BORROWINGS	117,040	141,700
OTHER LONG-TERM LIABILITIES	3,522	5,352
PROVISION FOR RETIREMENT BENEFITS	1,749	1,539
DEFERRED TAXATION	4,946	5,050
<b>TOTAL NON-CURRENT LIABILITIES</b>	<b>127,256</b>	<b>153,641</b>
<b>CURRENT LIABILITIES</b>		
TRADE PAYABLES	38,422	26,061
OTHER PAYABLES AND ACCRUALS	16,471	26,210
AMOUNT OWING TO RELATED PARTIES	-	-
PROVISION FOR TAXATION	153	-
SHORT-TERM BORROWINGS	43,005	45,292
BANK OVERDRAFTS	4,437	942
<b>TOTAL CURRENT LIABILITIES</b>	<b>102,488</b>	<b>98,505</b>
<b>TOTAL LIABILITIES</b>	<b>229,744</b>	<b>252,146</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>423,787</b>	<b>442,827</b>
<b>NET ASSETS PER SHARE ATTRIBUTABLE TO ORDINARY EQUITY OWNERS (RM)</b>	<b>2.15</b>	<b>2.11</b>

(The Condensed Consolidated Income Statements should be read in conjunction with the Annual Financial Reports for the year ended 31 December 2011)

**HeveaBoard Berhad (275512-A)**  
**QUARTERLY REPORT - FOURTH FINANCIAL QUARTER ENDED 31 DECEMBER 2011**  
**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS**

	Period Ended 31 December	
	2011 RM'000	2010 RM'000
<b>OPERATING ACTIVITIES</b>		
<b>Profit before taxation</b>	<b>3,894</b>	<b>28,410</b>
<b>Adjustments for non-cash flow items:-</b>		
Amortisation of prepaid lease payments	796	164
Depreciation of property, plant and equipment	24,621	24,292
Interest expense	9,392	11,710
Interest income	(42)	(34)
Provision for retirement benefits	210	199
Gain on disposal of equipment	-	(228)
Unrealised loss/(gain) on foreign exchange	2,045	(11,826)
<b>Operating Profit / (Loss) Before Changes in Working Capital</b>	<b>40,914</b>	<b>52,687</b>
(Increase)/Decrease in inventories	(6,651)	(10,531)
Increase in trade and other receivables	10,660	(15,629)
Increase/(Decrease)in trade and other payables	593	1,920
<b>CASH GENERATED FROM OPERATIONS</b>	<b>45,516</b>	<b>28,447</b>
Income Tax Paid	(373)	(1,223)
Interest paid	(9,392)	(9,965)
<b>NET CASH FROM OPERATING ACTIVITIES</b>	<b>35,751</b>	<b>17,259</b>
<b>INVESTING ACTIVITIES</b>		
Interest received	42	34
Proceeds from disposal of equipment	-	228
Purchase of property, plant and equipment	(10,529)	(4,003)
<b>NET CASH USED IN INVESTING ACTIVITIES</b>	<b>(10,487)</b>	<b>(3,741)</b>
<b>FINANCING ACTIVITIES</b>		
Repayment to Related Parties	199	(457)
Net Repayment of bankers' acceptances	(1,244)	(540)
Drawdown of offshore foreign currency loan	1,042	9,909
Drawdown of export credit financing	(435)	(355)
Net repayment of hire purchase obligations	(2,883)	(6,000)
Repayment of term loans	(31,009)	(4,920)
Proceeds from subscription of warrants	-	400
<b>NET CASH FLOW USED IN FINANCING ACTIVITIES</b>	<b>(34,330)</b>	<b>(1,963)</b>
<b>NET CHANGE IN CASH AND CASH EQUIVALENTS</b>	<b>(9,066)</b>	<b>11,555</b>
<b>CASH AND CASH EQUIVALENTS AT 1 JANUARY 2011/2010</b>	<b>21,880</b>	<b>10,325</b>
<b>CASH AND CASH EQUIVALENTS AT 31 December 2011/2010</b>	<b>12,814</b>	<b>21,880</b>
<b>CASH AND CASH EQUIVALENTS</b>		
Cash and Cash equivalents included in the condensed consolidated statement of cash flows comprise		
	Period Ended 31 December	
	2011 RM'000	2010 RM'000
Cash and bank balances	17,251	22,822
Bank overdrafts	(4,437)	(942)
	<b>12,814</b>	<b>21,880</b>

**HeveaBoard Berhad (275512-A)**  
**QUARTERLY REPORT - FOURTH FINANCIAL QUARTER ENDED 31 DECEMBER 2011**  
**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**

	..... Attributable to owners of the company .....				
	Share Capital	Share Premium	Warrant Reserve	Retained Profits	Total
	RM'000	RM'000	RM'000	RM'000	RM'000
<b>Period Ended 31 December 2011</b>					
FRS opening adjustment				-	-
At 1 January 2011	90,400	15,526	400	84,355	190,681
Total comprehensive income for the Period	-	-	-	3,362	3,362
Dividends to owners	-	-	-	-	-
	-	-	-	-	-
<b>At 31 December 2011</b>	<b>90,400</b>	<b>15,526</b>	<b>400</b>	<b>87,717</b>	<b>194,043</b>
<b>Period Ended 31 December 2010</b>					
FRS opening adjustment				3,022	3,022
At 1 January 2010	90,400	15,526	(0)	55,622	161,548
Total comprehensive income for the Period	-	-	400	25,711	26,111
Dividends to owners	-	-	-	-	-
	-	-	-	-	-
<b>At 31 December 2010</b>	<b>90,400</b>	<b>15,526</b>	<b>400</b>	<b>84,355</b>	<b>190,681</b>

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