

**HeveaBoard Berhad (275512-A)**  
**QUARTERLY REPORT - FIRST FINANCIAL QUARTER ENDED 31 MARCH 2012**  
**CONDENSED CONSOLIDATED INCOME STATEMENTS**

	CURRENT QUARTER		CUMULATIVE QUARTER	
	3 Months Ended 31 March		3 Months Ended 31 March	
	31-Mar-12 RM'000	31-Mar-11 RM'000	31-Mar-12 RM'000	31-Mar-11 RM'000
REVENUE	104,415	96,368	104,415	96,368
COST OF SALES	(96,537)	(90,586)	(96,537)	(90,586)
GROSS PROFIT	7,878	5,782	7,878	5,782
OTHER INCOME/(LOSS)	3,169	2,404	3,169	2,404
OPERATING EXPENSES	(4,825)	(5,014)	(4,825)	(5,014)
FINANCE COSTS	(2,200)	(2,691)	(2,200)	(2,691)
PROFIT/(LOSS) BEFORE TAXATION	4,021	481	4,021	481
TAXATION	(280)	(141)	(280)	(141)
<b>PROFIT/(LOSS) AFTER TAXATION</b>	<b>3,741</b>	<b>339</b>	<b>3,741</b>	<b>339</b>
<b>PROFIT/(LOSS) ATTRIBUTABLE TO:</b>				
EQUITY HOLDERS OF THE COMPANY	3,741	339	3,741	339
NON - CONTROLLING INTERESTS	-	-	-	-
<b>EARNINGS PER SHARE</b> - BASIC (SEN)	<b>4.14</b>	<b>0.38</b>	<b>4.14</b>	<b>0.38</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 - FIRST FINANCIAL QUARTER ENDED 31 MARCH 2012**  
**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**

	As At 31.03.2012 RM'000	As At 31.12.2011 RM'000
<b>ASSETS</b>		
<b>NON-CURRENT ASSETS</b>		
PROPERTY, PLANT AND EQUIPMENT	280,492	284,797
OTHER INVESTMENTS	15	15
PREPAID LEASE PAYMENTS	6,271	6,377
GOODWILL ON CONSOLIDATION	2,946	2,946
<b>TOTAL NON-CURRENT ASSETS</b>	<b>289,724</b>	<b>294,134</b>
<b>CURRENT ASSETS</b>		
INVENTORIES	64,675	67,664
TRADE RECEIVABLES	43,705	42,032
OTHER RECEIVABLES, DEPOSITS AND PREPAYMENTS	7,696	2,079
TAX REFUNDABLE	666	606
CASH AND BANK BALANCES	11,175	17,251
<b>TOTAL CURRENT ASSETS</b>	<b>127,917</b>	<b>129,632</b>
<b>TOTAL ASSETS</b>	<b>417,640</b>	<b>423,766</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	91,437	87,696
<b>TOTAL EQUITY ATTRIBUTABLE TO OWNERS OF THE COMPANY</b>	<b>197,763</b>	<b>194,022</b>
<b>LIABILITIES</b>		
<b>NON-CURRENT LIABILITIES</b>		
LONG TERM BORROWINGS	113,868	116,984
OTHER LONG-TERM LIABILITIES	3,361	3,361
PROVISION FOR RETIREMENT BENEFITS	1,749	1,749
DEFERRED TAXATION	4,946	4,946
<b>TOTAL NON-CURRENT LIABILITIES</b>	<b>123,923</b>	<b>127,040</b>
<b>CURRENT LIABILITIES</b>		
TRADE PAYABLES	33,935	33,013
OTHER PAYABLES AND ACCRUALS	22,033	22,040
AMOUNT OWING TO RELATED PARTIES	-	-
PROVISION FOR TAXATION	350	153
SHORT-TERM BORROWINGS	34,754	43,061
BANK OVERDRAFTS	4,883	4,437
<b>TOTAL CURRENT LIABILITIES</b>	<b>95,954</b>	<b>102,705</b>
<b>TOTAL LIABILITIES</b>	<b>219,877</b>	<b>229,744</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>417,640</b>	<b>423,766</b>
<b>NET ASSETS PER SHARE ATTRIBUTABLE TO ORDINARY EQUITY OWNERS (RM)</b>	<b>2.19</b>	<b>2.15</b>

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Annual Financial Reports for the year ended 31 December 2011)

**HeveaBoard Berhad (275512-A)**  
**QUARTERLY REPORT - FIRST FINANCIAL QUARTER ENDED 31 MARCH 2012**  
**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS**

	Period Ended 31 March		DIFFERENCE	
	2012 RM'000	2011 RM'000	RM'000	%
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>				
Profit before taxation	4,021	481	3,540	736%
<b>Adjustments for non-cash flow items:-</b>				
Amortisation of prepaid lease payments	106	106	(0)	0%
Depreciation of property, plant and equipment	6,339	6,141	198	3%
Interest expense	2,667	2,517	150	6%
Interest income	10	12	(2)	0%
Unrealised loss/(gain) on foreign exchange	(3,405)	(2,375)	(1,030)	43%
<b>Operating Profit / (Loss) Before Changes in Working Capital</b>	<b>9,738</b>	<b>6,882</b>	<b>2,856</b>	<b>41%</b>
<b>Changes in Working Capital</b>				
Inventories	2,989	6,045	(3,056)	-51%
Trade and other receivables	(7,290)	1,793	(9,083)	-507%
Trade and other payables	914	(13,157)	14,071	-107%
<b>Cash Generated From Operations</b>	<b>6,350</b>	<b>1,563</b>	<b>4,787</b>	<b>306%</b>
Income Tax Paid	(143)	6	(149)	-2488%
Interest paid	(2,667)	(2,517)	(150)	6%
<b>Net Operating Cash Flows</b>	<b>3,540</b>	<b>(948)</b>	<b>4,488</b>	<b>-473%</b>
<b>Cash Flow From Investing Activities</b>				
Interest received	(10)	(12)	-	0%
Purchase of property, plant and equipment	(947)	(647)	(2,415)	303%
<b>Net Cash Used In Investing Activities</b>	<b>(957)</b>	<b>(659)</b>	<b>(298)</b>	<b>45%</b>
<b>Cash Flows from Financing Activities</b>				
Repayment to Related Parties	0	(679)	679	-100%
Net Repayment of bankers' acceptances	(7,447)	5,720	(13,166)	-230%
Net Repayment of offshore foreign currency loan	(860)	(80)	(780)	979%
Net repayment of hire purchase obligations	600	(238)	838	-352%
Repayment of term loans	(1,398)	(15,579)	14,180	-91%
<b>Net Financing Cash Flows</b>	<b>(9,106)</b>	<b>(10,856)</b>	<b>1,750</b>	<b>-16%</b>
<b>NET CHANGE IN CASH AND CASH EQUIVALENTS</b>	<b>(6,523)</b>	<b>(12,463)</b>	<b>5,940</b>	<b>-48%</b>
<b>CASH AND CASH EQUIVALENTS AT 1 JANUARY 2012</b>	<b>12,814</b>	<b>21,880</b>	<b>(9,066)</b>	<b>-41%</b>
<b>CASH AND CASH EQUIVALENTS AT 31 MARCH 2012/2011</b>	<b>6,291</b>	<b>9,417</b>	<b>(3,126)</b>	<b>-33%</b>

**CASH AND CASH EQUIVALENTS**

Cash and Cash equivalents included in the condensed consolidated statement of cash flows comprise

ANALYSIS OF CASH AND CASH EQUIVALENTS	Period Ended 31 March		Difference	
	2012 RM'000	2011 RM'000	RM'000	%
Cash and bank balances	11,175	9,417	1,758	19%
Bank overdrafts	(4,883)	-	(4,883)	0%
	<b>6,291</b>	<b>9,417</b>	<b>(3,126)</b>	<b>-33%</b>

The Condensed Consolidated Statement of Cash Flow should be read in conjunction with the Annual Financial Reports for the year ended 31 December 2011.

**HeveaBoard Berhad (275512-A)**  
**QUARTERLY REPORT - FIRST FINANCIAL QUARTER ENDED 31 MARCH 2012**  
**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
At 1 January 2012	90,400	15,526	400	87,696	194,022
Total comprehensive income for the Period	-	-	-	3,741	3,741
Dividends paid	-	-	-	-	-
<b>Balance as at 31.3.2012</b>	<b>90,400</b>	<b>15,526</b>	<b>400</b>	<b>91,437</b>	<b>197,763</b>
At 1 January 2011	90,400	15,526	-	84,356	190,282
Total comprehensive income for the Period	-	-	400	339	739
Dividends paid	-	-	-	-	-
<b>Balance as at 31.03.2011</b>	<b>90,400</b>	<b>15,526</b>	<b>400</b>	<b>84,695</b>	<b>191,021</b>

The Condensed Consolidated Statements of Changes in Equity should be read in conjunction with the Annual Financial Reports for the year ended 31 December 2011.