

EVERGREEN FIBREBOARD BERHAD (217120 W)

(Incorporated in Malaysia)

INTERIM FINANCIAL STATEMENTS**Condensed Consolidated Statement of Financial Position****As at 30 June 2011****The figures have not been audited**

	As at 30 June 2011 RM'000 (Unaudited)	As at 31 December 2010 RM'000 (Audited)
ASSETS		
Non-current assets		
Property, plant and equipment	840,128	847,890
Land use rights	15,871	16,048
Investments in associates	10,215	10,290
Goodwill	18,458	18,458
Derivatives	256	544
	884,928	893,230
Current assets		
Inventories	139,706	130,173
Trade receivables	67,505	69,090
Other receivables, deposits & prepayments	42,346	57,865
Derivatives	722	459
Investments in unit trust	5,397	381
Cash and cash equivalents	104,358	118,539
	360,034	376,507
TOTAL ASSETS	1,244,962	1,269,737
EQUITY AND LIABILITIES		
Equity attributable to owners of the Parent		
Share capital	128,250	128,250
Share premium	113,129	113,129
Treasury shares	(1)	-
Retained earnings	534,563	516,281
Other reserve	(5,965)	2,633
	769,976	760,293
Non-controlling interests	7,977	9,601
Total equity	777,953	769,894
Non-current liabilities		
Deferred tax liabilities	8,060	8,759
Long-term borrowings	198,865	236,452
Derivatives	20	17
Other payables	505	440
	207,450	245,668
Current liabilities		
Trade payables	47,031	47,457
Other payables and accruals	71,506	78,962
Short-term borrowings	140,973	126,631
Provision for taxation	22	837
Derivatives	27	289
	259,559	254,175
Total liabilities	467,009	499,843
TOTAL EQUITY AND LIABILITIES	1,244,962	1,269,737
<i>Net assets per share (RM) **</i>	1.52	1.50

** Net assets per share is calculated based on Total assets (including intangibles) minus total liabilities divided by the total number of ordinary shares of RM0.25 each in issue as at 31 December 2010.

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Annual Financial Report for the year ended 31st December 2010 and the accompanying explanatory notes attached to the interim financial statements.

EVERGREEN FIBREBOARD BERHAD (217120 W)

(Incorporated in Malaysia)

INTERIM FINANCIAL STATEMENTS**Condensed Consolidated Income Statement**
For the Second Quarter Ended 30 June 2011

The figures have not been audited

	INDIVIDUAL QUARTER 3 MONTHS ENDED		CUMULATIVE QUARTER 6 MONTHS ENDED	
	CURRENT YEAR QUARTER 30 June 2011 RM'000	PRECEDING YEAR CORRESPONDING QUARTER 30 June 2010 RM'000	CURRENT YEAR PERIOD TO-DATE 30 June 2011 RM'000	PRECEDING YEAR CORRESPONDING PERIOD TO-DATE 30 June 2010 RM'000
Revenue	252,279	241,465	485,836	480,154
Cost of sales	(200,379)	(164,677)	(389,948)	(328,493)
Gross Profit	51,900	76,788	95,888	151,661
Other operating income	3,289	1,441	5,398	2,020
Selling & administrative expenses	(38,165)	(34,809)	(76,797)	(70,705)
Finance costs	(3,107)	(3,377)	(6,540)	(6,826)
Net gain/(loss) on financial instruments at fair value	(13)	61	(65)	61
Share of profit/(loss) of associates	287	912	611	1,762
Profit Before Tax	14,191	41,016	18,495	77,973
Taxation - company & subsidiary	(2,106)	(5,339)	(1,836)	(10,035)
Net Profit For The Period	12,085	35,677	16,659	67,938
Net profit/(loss) attributable to:				
Owners of the parent	12,532	36,493	18,283	69,574
Non-controlling interests	(447)	(816)	(1,624)	(1,636)
	12,085	35,677	16,659	67,938
Earnings per share (Note B 14)				
- Basic (Sen)	2.44	7.11	3.56	13.56
- Diluted	2.44	7.11	3.56	13.56

The Condensed Consolidated Income Statement should be read in conjunction with the Annual Financial Report for the year ended 31st December 2010 and the accompanying explanatory notes attached to the interim financial statements.

EVERGREEN FIBREBOARD BERHAD (217120 W)

(Incorporated in Malaysia)

INTERIM FINANCIAL STATEMENTS**Condensed Consolidated Statement of Comprehensive Income****For the Second Quarter Ended 30 June 2011**

The figures have not been audited

	INDIVIDUAL QUARTER 3 MONTHS ENDED		CUMULATIVE QUARTER 6 MONTHS ENDED	
	CURRENT YEAR QUARTER 30 June 2011 RM'000	PRECEDING YEAR CORRESPONDING QUARTER 30 June 2010 RM'000	CURRENT YEAR PERIOD TO-DATE 30 June 2011 RM'000	PRECEDING YEAR CORRESPONDING PERIOD TO-DATE 30 June 2010 RM'000
Net Profit For The Period	12,085	35,677	16,659	67,938
Other comprehensive income				
Currency translation differences	(3,968)	(2,817)	(8,842)	(7,138)
Changes in fair value of cash flow hedges	(9)	(273)	244	(302)
Other comprehensive income net of tax	(3,977)	(3,090)	(8,598)	(7,440)
Total comprehensive income/(loss) for the period	8,108	32,587	8,061	60,498
Total comprehensive income/(loss) attributable to:				
Owners of the parent	8,555	33,403	9,685	62,134
Non-controlling interests	(447)	(816)	(1,624)	(1,636)
	8,108	32,587	8,061	60,498

The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Annual Financial Report for the year ended 31st December 2010 and the accompanying explanatory notes attached to the interim financial statements.

EVERGREEN FIBREBOARD BERHAD (217120 W)
(Incorporated in Malaysia)

INTERIM FINANCIAL STATEMENTS

Condensed Consolidated Statements of Changes in Equity
For the Financial Period Ended 30 June 2011

The figures have not been audited

	Attributable to Owners of the Parent								
	Share Capital RM'000	Share Premium RM'000	Treasury Shares RM'000	Fair Value Reserve RM'000	Foreign Exchange Reserve RM'000	Retained Profits RM'000	Total RM'000	Non-Controlling Interests RM'000	Total Equity RM'000
6 months period ended 30 June 2011									
At 1 January 2011	128,250	113,129	-	657	1,976	516,281	760,293	9,601	769,894
Repurchase of treasury shares	-	-	(1)	-	-	-	(1)	-	(1)
Total comprehensive income for the period	-	-	-	244	(8,842)	18,283	9,685	(1,624)	8,061
At 30 June 2011	128,250	113,129	(1)	901	(6,866)	534,563	769,976	7,977	777,953
6 months period ended 30 June 2010									
At 1 January 2010	128,250	113,129	-	-	4,504	457,848	703,731	1,636	705,367
Dividends	-	-	-	-	-	(10,260)	(10,260)	-	(10,260)
Total comprehensive income for the period	-	-	-	(302)	(7,138)	69,574	62,134	(1,636)	60,498
At 30 June 2010	128,250	113,129	-	(302)	(2,634)	517,162	755,605	-	755,605

The Condensed Consolidated Statements of Changes in Equity should be read in conjunction with the Annual Financial Report for the year ended 31st December 2010 and the accompanying explanatory notes attached to the interim financial statements.

EVERGREEN FIBREBOARD BERHAD (217120 W)
(Incorporated in Malaysia)

INTERIM FINANCIAL STATEMENTS

Condensed Consolidated Statement of Cash Flows
For the Second Quarter Ended 30 June 2011

The figures have not been audited

	6 MONTHS ENDED 30 June 2011 RM'000	6 MONTHS ENDED 30 June 2010 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	18,495	77,973
Adjustment for :-		
Non-cash items	26,274	27,633
Non-operating items (which are investing/financing)	74	(1,295)
Interest income	(814)	(726)
Operating profit before changes in working capital	<u>44,029</u>	<u>103,585</u>
Changes in working capital		
Net Change in current assets	8,766	(15,158)
Net Change in current liabilities	(4,707)	(14,545)
Net cash flow generated from/(used in) operating activities	<u>48,088</u>	<u>73,882</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
- Purchase of property, plant and equipment	(32,426)	(10,916)
- Interest received	814	726
Net cash flow generated from/(used in) investing activities	<u>(31,612)</u>	<u>(10,190)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
- Purchase of treasury shares	(1)	-
- Dividend Paid	(7,695)	(10,260)
- Drawdown / (Repayment) of term loan / HP	(17,945)	(23,346)
Net cash flow generated from/(used in) financing activities	<u>(25,641)</u>	<u>(33,606)</u>
Net Change in Cash & Cash Equivalents	(9,165)	30,086
Cash and Cash Equivalents at beginning of period	118,920	113,059
Cash and Cash Equivalents at end of period	<u>109,755</u>	<u>143,145</u>
Cash and cash equivalents at the end of the financial period		
Cash and Cash Equivalents	104,358	132,800
Investments in Unit Trust	5,397	10,345
	<u>109,755</u>	<u>143,145</u>

The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Annual Financial Report for the year ended 31st December 2010 and the accompanying explanatory notes attached to the interim financial statements.