

EVERGREEN FIBREBOARD BERHAD (217120 W)

(Incorporated in Malaysia)

INTERIM FINANCIAL STATEMENTS**Condensed Consolidated Income Statement****For the Third Quarter Ended 30 September 2012**

The figures have not been audited

	INDIVIDUAL QUARTER 3 MONTHS ENDED		CUMULATIVE QUARTER 9 MONTHS ENDED	
	CURRENT YEAR QUARTER 30 September 2012 RM'000	PRECEDING YEAR CORRESPONDING QUARTER 30 September 2011 RM'000 (Restated)	CURRENT YEAR PERIOD TO-DATE 30 September 2012 RM'000	PRECEDING YEAR CORRESPONDING PERIOD TO-DATE 30 September 2011 RM'000 (Restated)
Revenue	248,035	279,675	796,647	765,511
Cost of sales	(202,842)	(214,769)	(635,862)	(604,717)
Gross Profit	45,193	64,906	160,785	160,794
Other operating income	3,299	4,969	5,627	10,367
Selling & administrative expenses	(37,162)	(41,195)	(112,325)	(117,992)
Finance costs	(4,098)	(3,410)	(11,758)	(9,949)
Net gain/(loss) on financial instruments at fair value	791	(986)	(455)	(1,051)
Share of profit/(loss) of associates	(784)	290	(590)	1,080
Profit Before Tax	7,239	24,574	41,284	43,249
Taxation - company & subsidiary	(243)	(1,094)	(4,247)	(2,930)
Net Profit For The Period	6,996	23,480	37,037	40,319
Net profit/(loss) attributable to:				
Owners of the parent	7,562	24,161	39,540	42,624
Non-controlling interests	(566)	(681)	(2,503)	(2,305)
	6,996	23,480	37,037	40,319
Earnings per share (Note B 14)				
- Basic (Sen)	1.47	4.71	7.71	8.31
- Diluted	1.47	4.71	7.71	8.31

The Condensed Consolidated Income Statement should be read in conjunction with 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 Third Quarter Ended 30 September 2012**

The figures have not been audited

	INDIVIDUAL QUARTER 3 MONTHS ENDED		CUMULATIVE QUARTER 9 MONTHS ENDED	
	CURRENT YEAR QUARTER 30 September 2012 RM'000	PRECEDING YEAR CORRESPONDING QUARTER 30 September 2011 RM'000 (Restated)	CURRENT YEAR PERIOD TO-DATE 30 September 2012 RM'000	PRECEDING YEAR CORRESPONDING PERIOD TO-DATE 30 September 2011 RM'000 (Restated)
Net Profit For The Period	6,996	23,480	37,037	40,319
Other comprehensive income				
Currency translation differences	(585)	9,361	(2,084)	519
Changes in fair value of cash flow hedges	181	(2,334)	769	(2,090)
Other comprehensive income net of tax	(404)	7,027	(1,315)	(1,571)
Total comprehensive income for the period	6,592	30,507	35,722	38,748
Total comprehensive income attributable to:				
Owners of the parent	7,158	31,188	38,225	41,053
Non-controlling interests	(566)	(681)	(2,503)	(2,305)
	6,592	30,507	35,722	38,748

The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with 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 Financial Position****As at 30 September 2012****The figures have not been audited**

	As at 30 September 2012 RM'000 (Unaudited)	As at 31 December 2011 RM'000 (Restated)	As at 1 January 2011 RM'000 (Restated)
ASSETS			
Non-current assets			
Property, plant and equipment	828,308	865,133	847,890
Other intangible asset	183	202	-
Land use rights	56,808	17,459	16,048
Investments in associates	-	4,833	4,624
Goodwill	19,591	19,591	18,458
Plantation development expenditure	4,127	-	-
Derivatives	-	21	544
	909,017	907,239	887,564
Current assets			
Inventories	190,505	157,126	130,173
Trade receivables	75,047	75,927	69,090
Other receivables, deposits & prepayments	118,921	41,741	57,865
Derivatives	264	754	459
Non-current asset held for sale	4,109	-	-
Investments in unit trust	-	436	381
Cash and cash equivalents	91,310	118,497	118,539
	480,156	394,481	376,507
TOTAL ASSETS	1,389,173	1,301,720	1,264,071
EQUITY AND LIABILITIES			
Equity attributable to owners of the Parent			
Share capital	128,250	128,250	128,250
Share premium	113,129	113,129	113,129
Treasury shares	(15)	(2)	-
Retained earnings	601,292	574,576	510,615
Other reserve	(3,865)	(2,550)	2,633
	838,791	813,403	754,627
Non-controlling interests	9,268	11,771	9,601
Total equity	848,059	825,174	764,228
Non-current liabilities			
Deferred tax liabilities	10,645	9,942	8,759
Long-term borrowings	162,557	200,001	236,452
Derivatives	-	7	17
Other payables	940	908	440
	174,142	210,858	245,668
Current liabilities			
Trade payables	67,804	61,021	47,457
Other payables and accruals	74,002	85,861	78,962
Short-term borrowings	223,619	117,468	126,631
Provision for taxation	1,300	19	837
Derivatives	247	1,319	289
	366,972	265,688	254,175
Total liabilities	541,114	476,546	499,843
TOTAL EQUITY AND LIABILITIES	1,389,173	1,301,720	1,264,071
<i>Net assets per share (RM) **</i>	1.65	1.61	1.49

** 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 2011.

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the accompanying explanatory notes attached to these interim financial statements.

EVERGREEN FIBREBOARD BERHAD (217120 W)
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INTERIM FINANCIAL STATEMENTS

Condensed Consolidated Statements of Changes in Equity
For the Financial Period Ended 30 September 2012
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
9 months period ended 30 September 2012									
At 1 January 2012	128,250	113,129	(2)	(706)	(1,844)	574,576	813,403	11,771	825,174
Repurchase of treasury shares	-	-	(13)	-	-	-	(13)	-	(13)
Total comprehensive income for the period	-	-	-	769	(2,084)	39,540	38,225	(2,503)	35,722
Dividends	-	-	-	-	-	(12,824)	(12,824)	-	(12,824)
At 30 September 2012	128,250	113,129	(15)	63	(3,928)	601,292	838,791	9,268	848,059
9 months period ended 30 September 2011									
At 1 January 2011	128,250	113,129	-	657	1,976	510,615	754,627	9,601	764,228
Repurchase of treasury shares	-	-	(1)	-	-	-	(1)	-	(1)
Total comprehensive income for the period	-	-	-	(2,090)	519	42,624	41,053	(2,305)	38,748
Acquisition of minority interest	-	-	-	-	-	-	-	6,746	6,746
At 30 September 2011	128,250	113,129	(1)	(1,433)	2,495	553,239	795,679	14,042	809,721

The Condensed Consolidated Statements of Changes in Equity should be read in conjunction with the accompanying explanatory notes attached to the interim financial statements.

EVERGREEN FIBREBOARD BERHAD (217120 W)

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INTERIM FINANCIAL STATEMENTS**Condensed Consolidated Statement of Cash Flows****For the Third Quarter Ended 30 September 2012****The figures have not been audited**

	9 MONTHS ENDED 30 September 2012 RM'000	9 MONTHS ENDED 30 September 2011 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	41,284	43,249
Adjustment for :-		
Non-cash items	45,096	53,336
Non-operating items (which are investing/financing)	590	(126)
Interest income	(1,193)	(1,326)
Interest expense	11,758	9,949
Operating profit before changes in working capital	<u>97,535</u>	<u>105,082</u>
Changes in working capital		
Net Change in inventory	(33,380)	(27,933)
Net Change in trade and other receivables	(75,210)	7,886
Net Change in trade and other payables	(5,040)	15,792
Total changes in working capital	<u>(113,630)</u>	<u>(4,255)</u>
Interest paid	(11,758)	(9,949)
Income taxes paid	(3,149)	(6,253)
	<u>(14,907)</u>	<u>(16,202)</u>
Net cash flow generated (used in)/ from operating activities	<u>(31,002)</u>	<u>84,625</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
- Acquisition of business/ subsidiaries	(37,951)	(7,012)
- Purchase of property, plant and equipment	(25,637)	(62,735)
- Proceeds from disposal of property, plant and equipment	1,952	850
- Interest received	1,193	1,326
Net cash flow generated used in investing activities	<u>(60,443)</u>	<u>(67,571)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
- Purchase of treasury shares	(13)	(1)
- Dividend Paid	(7,695)	0
- Drawdown of borrowings	136,462	37,445
- Repayment of borrowings	(64,932)	(71,137)
Net cash flow generated from/(used in) financing activities	<u>63,822</u>	<u>(33,693)</u>
Net Change in Cash & Cash Equivalents	(27,623)	(16,639)
Cash and Cash Equivalents at beginning of period	118,933	118,920
Cash and Cash Equivalents at end of period	<u>91,310</u>	<u>102,281</u>
Cash and cash equivalents at the end of the financial period		
Cash and Cash Equivalents	91,310	101,848
Investments in Unit Trust	0	433
	<u>91,310</u>	<u>102,281</u>

The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the accompanying explanatory notes attached to the interim financial statements.