

EVERGREEN FIBREBOARD BERHAD (217120 W)

(Incorporated in Malaysia)

INTERIM FINANCIAL STATEMENTS**Condensed Consolidated Income Statement****For the Fourth Quarter Ended 31 December 2012**

The figures have not been audited

	INDIVIDUAL QUARTER 3 MONTHS ENDED		CUMULATIVE QUARTER 12 MONTHS ENDED	
	CURRENT YEAR QUARTER 31 December 2012 RM'000	PRECEDING YEAR CORRESPONDING QUARTER 31 December 2011 RM'000 (Restated)	CURRENT YEAR PERIOD TO-DATE 31 December 2012 RM'000	PRECEDING YEAR CORRESPONDING PERIOD TO-DATE 31 December 2011 RM'000 (Restated)
Revenue	235,314	296,177	1,031,961	1,061,688
Cost of sales	(207,241)	(228,100)	(843,103)	(832,817)
Gross Profit	<u>28,073</u>	<u>68,077</u>	<u>188,858</u>	<u>228,871</u>
Other operating income	166	(666)	5,793	9,701
Selling & administrative expenses	(38,019)	(42,408)	(150,344)	(160,885)
Finance costs	(3,460)	(3,623)	(15,218)	(13,572)
Net gain/(loss) on financial instruments at fair value	(47)	1,530	(502)	479
Share of profit/(loss) of associates	-	(454)	(590)	895
Profit / (Loss) Before Tax	<u>(13,287)</u>	<u>22,456</u>	<u>27,997</u>	<u>65,489</u>
Taxation - company & subsidiary	2,576	(3,620)	(1,671)	(6,377)
Net Profit / (Loss) For The Period	<u>(10,711)</u>	<u>18,836</u>	<u>26,326</u>	<u>59,112</u>
Net profit/(loss) attributable to:				
Owners of the parent	(6,481)	20,965	33,059	63,546
Non-controlling interests	<u>(4,230)</u>	<u>(2,129)</u>	<u>(6,733)</u>	<u>(4,434)</u>
	<u>(10,711)</u>	<u>18,836</u>	<u>26,326</u>	<u>59,112</u>
Earnings per share (Note B 13)				
- Basic (Sen)	(1.26)	4.09	6.44	12.39
- Diluted	(1.26)	4.09	6.44	12.39

The Condensed Consolidated Income Statement should be read in conjunction with the Annual Financial Report for the year ended 31st December 2011 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 Fourth Quarter Ended 31 December 2012**

The figures have not been audited

	INDIVIDUAL QUARTER 3 MONTHS ENDED		CUMULATIVE QUARTER 12 MONTHS ENDED	
	CURRENT YEAR QUARTER	PRECEDING YEAR CORRESPONDING QUARTER	CURRENT YEAR PERIOD TO-DATE	PRECEDING YEAR CORRESPONDING PERIOD TO-DATE
	31 December 2012 RM'000	31 December 2011 RM'000 (Restated)	31 December 2012 RM'000	31 December 2011 RM'000 (Restated)
Net Profit / (Loss) For The Period	(10,711)	18,836	26,326	59,112
Other comprehensive income				
Currency translation differences	(1,349)	(4,340)	(3,433)	(3,821)
Changes in fair value of cash flow hedges	(38)	727	731	(1,362)
Other comprehensive income / (loss) net of tax	(1,387)	(3,613)	(2,702)	(5,183)
Total comprehensive income/(loss) for the period	(12,098)	15,223	23,624	53,929
Total comprehensive income/(loss) attributable to:				
Owners of the parent	(7,868)	17,352	30,357	58,363
Non-controlling interests	(4,230)	(2,129)	(6,733)	(4,434)
	(12,098)	15,223	23,624	53,929

The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Annual Financial Report for the year ended 31st December 2011 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 Financial Position****As at 31 December 2012****The figures have not been audited**

	As at 31 December 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	821,045	865,133	847,890
Biological assets	15,161	-	-
Other intangible asset	177	202	-
Land use rights	39,408	17,459	16,048
Investments in associates	-	4,833	4,624
Goodwill	19,604	19,591	18,458
Land development cost	3,210	-	-
Derivatives	-	21	544
	<u>898,605</u>	<u>907,239</u>	<u>887,564</u>
Current assets			
Inventories	194,435	157,126	130,173
Trade receivables	68,951	75,927	69,090
Other receivables, deposits & prepayments	111,336	41,741	57,865
Derivatives	78	754	459
Investments in unit trust	-	436	381
Cash and cash equivalents	83,812	118,497	118,539
	<u>458,612</u>	<u>394,481</u>	<u>376,507</u>
TOTAL ASSETS	<u>1,357,217</u>	<u>1,301,720</u>	<u>1,264,071</u>
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	591,222	570,987	507,441
Other reserve	(5,252)	(2,550)	2,633
	<u>827,334</u>	<u>809,814</u>	<u>751,453</u>
Non-controlling interests	25,734	11,771	9,601
Total equity	<u>853,068</u>	<u>821,585</u>	<u>761,054</u>
Non-current liabilities			
Deferred tax liabilities	7,803	8,746	7,794
Long-term borrowings	143,149	200,001	236,452
Derivatives	-	7	17
Other payables	5,970	5,692	4,579
	<u>156,922</u>	<u>214,446</u>	<u>248,842</u>
Current liabilities			
Trade payables	64,786	61,021	47,457
Other payables and accruals	55,231	85,862	78,961
Short-term borrowings	226,466	117,468	126,631
Provision for taxation	596	19	837
Derivatives	148	1,319	289
	<u>347,227</u>	<u>265,689</u>	<u>254,175</u>
Total liabilities	<u>504,149</u>	<u>480,135</u>	<u>503,017</u>
TOTAL EQUITY AND LIABILITIES	<u>1,357,217</u>	<u>1,301,720</u>	<u>1,264,071</u>
<i>Net assets per share (RM) **</i>	<i>1.66</i>	<i>1.60</i>	<i>1.48</i>

** 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 Annual Financial Report for the year ended 31st December 2011 and the accompanying explanatory notes attached to the interim financial statements.

INTERIM FINANCIAL STATEMENTS

**Condensed Consolidated Statements of Changes in Equity
For the Financial Period Ended 31 December 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
12 months period ended 31 December 2012									
At 1 January 2012	128,250	113,129	(2)	(706)	(1,844)	570,988	809,815	11,771	821,586
Repurchase of treasury shares	-	-	(13)	-	-	-	(13)	-	(13)
Total comprehensive income for the period	-	-	-	731	(3,433)	33,059	30,357	(6,733)	23,624
Issue of shares to non-controlling interest of a subsidiary	-	-	-	-	-	-	-	20,801	20,801
Dividends	-	-	-	-	-	(12,825)	(12,825)	(105)	(12,930)
At 31 December 2012	128,250	113,129	(15)	25	(5,277)	591,222	827,334	25,734	853,068
12 months period ended 31 December 2011									
At 1 January 2011	128,250	113,129	-	656	1,977	507,441	751,453	9,601	761,054
Repurchase of treasury shares	-	-	(2)	-	-	-	(2)	-	(2)
Total comprehensive income for the period	-	-	-	(1,362)	(3,821)	63,546	58,363	(4,434)	53,929
Acquisition of subsidiaries	-	-	-	-	-	-	-	6,745	6,745
Acquisition of non-controlling interest	-	-	-	-	-	-	-	(36)	(36)
Dividends	-	-	-	-	-	-	-	(105)	(105)
At 31 December 2011	128,250	113,129	(2)	(706)	(1,844)	570,987	809,814	11,771	821,585

The Condensed Consolidated Statements of Changes in Equity should be read in conjunction with the Annual Financial Report for the year ended 31st December 2011 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 Fourth Quarter Ended 31 December 2012**

The figures have not been audited

	12 MONTHS ENDED 31 December 2012 RM'000	12 MONTHS ENDED 31 December 2011 RM'000 (Restated)
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	27,997	65,489
Adjustment for :-		
Non-cash items	71,079	60,047
Non-operating items (which are investing/financing)	590	150
Interest income	(1,529)	(1,983)
Interest expense	15,218	13,572
Operating profit before changes in working capital	<u>113,355</u>	<u>137,275</u>
Changes in working capital		
Net Change in inventory	(37,311)	(24,305)
Net Change in trade and other receivables	(60,760)	11,410
Net Change in trade and other payables	(26,582)	24,887
Total changes in working capital	<u>(124,653)</u>	<u>11,992</u>
Interest paid	(15,218)	(13,572)
Income taxes paid	(3,713)	(6,625)
	<u>(18,931)</u>	<u>(20,197)</u>
Net cash flow generated from/(used in) operating activities	<u>(30,229)</u>	<u>129,070</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
- Acquisition of business/ subsidiaries	(38,016)	(7,011)
- Purchase of property, plant and equipment	(39,282)	(72,285)
- Proceeds from disposal of property, plant and equipment	7,790	1,856
- Issue of shares to non-controlling interests of subsidiary	20,801	-
- Interest received	1,529	1,983
Net cash flow generated from/(used in) investing activities	<u>(47,178)</u>	<u>(75,457)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
- Purchase of treasury shares	(13)	(2)
- Dividend Paid	(12,825)	(7,800)
- Drawdown of borrowings	134,787	52,677
- Repayment of borrowings	(79,663)	(98,475)
Net cash flow generated from/(used in) financing activities	<u>42,286</u>	<u>(53,600)</u>
Net Change in Cash & Cash Equivalents	(35,121)	13
Cash and Cash Equivalents at beginning of period	118,933	118,920
Cash and Cash Equivalents at end of period	<u>83,812</u>	<u>118,933</u>
Cash and cash equivalents at the end of the financial period		
Cash and Cash Equivalents	83,812	118,497
Investments in Unit Trust	-	436
	<u>83,812</u>	<u>118,933</u>

The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Annual Financial Report for the year ended 31st December 2011 and the accompanying explanatory notes attached to the interim financial statements.