

**EVERGREEN FIBREBOARD BERHAD (217120 W)**

(Incorporated in Malaysia)

**INTERIM FINANCIAL STATEMENTS****Condensed Consolidated Income Statement**  
**For the Second Quarter Ended 30 June 2013**

The figures have not been audited

	INDIVIDUAL QUARTER 3 MONTHS ENDED		CUMULATIVE QUARTER 6 MONTHS ENDED	
	CURRENT YEAR QUARTER	PRECEDING YEAR CORRESPONDING QUARTER	CURRENT YEAR PERIOD TO-DATE	PRECEDING YEAR CORRESPONDING PERIOD TO-DATE
	30 June 2013 RM'000	30 June 2012 RM'000	30 June 2013 RM'000	30 June 2012 RM'000
<b>Revenue</b>	225,845	276,382	452,646	548,612
Cost of sales	(194,183)	(220,560)	(399,030)	(433,020)
<b>Gross Profit</b>	31,662	55,822	53,616	115,592
Other operating income	(944)	1,318	889	2,328
Selling & administrative expenses	(38,879)	(38,514)	(77,148)	(75,163)
Finance costs	(3,679)	(4,098)	(7,456)	(7,660)
Net gain/(loss) on financial instruments at fair value	(388)	(900)	(473)	(1,246)
Share of profit/(loss) of associates	-	141	-	194
<b>Profit/(Loss) Before Tax</b>	(12,228)	13,769	(30,572)	34,045
Taxation - company & subsidiary	(641)	(1,811)	(69)	(4,004)
<b>Net Profit/(Loss) For The Period</b>	(12,869)	11,958	(30,641)	30,041
Net profit/(loss) attributable to:				
Owners of the parent	(11,683)	12,312	(27,899)	31,978
Non-controlling interests	(1,186)	(354)	(2,742)	(1,937)
	(12,869)	11,958	(30,641)	30,041
Earnings per share (Note B 12 )				
- Basic (Sen)	(2.28)	2.40	(5.44)	6.23
- Diluted	(2.28)	2.40	(5.44)	6.23

**The Condensed Consolidated Income Statement should be read in conjunction with the Annual Financial Report for the year ended 31st December 2012 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 2013**

The figures have not been audited

	INDIVIDUAL QUARTER 3 MONTHS ENDED		CUMULATIVE QUARTER 6 MONTHS ENDED	
	CURRENT YEAR QUARTER	PRECEDING YEAR CORRESPONDING QUARTER	CURRENT YEAR PERIOD TO-DATE	PRECEDING YEAR CORRESPONDING PERIOD TO-DATE
	30 June 2013	30 June 2012	30 June 2013	30 June 2012
	RM'000	RM'000	RM'000	RM'000
<b>Net Profit/(Loss) For The Period</b>	<u>(12,869)</u>	<u>11,958</u>	<u>(30,641)</u>	<u>30,041</u>
<b>Other comprehensive income</b>				
Currency translation differences	(6,178)	1,996	4,887	(1,499)
Changes in fair value of cash flow hedges	(1,876)	(227)	(2,250)	588
<b>Other comprehensive income/(loss) net of tax</b>	<u>(8,054)</u>	<u>1,769</u>	<u>2,637</u>	<u>(911)</u>
Total comprehensive income/(loss) for the period	<u>(20,923)</u>	<u>13,727</u>	<u>(28,004)</u>	<u>29,130</u>
Total comprehensive income/(loss) attributable to:				
Owners of the parent	(19,737)	14,081	(25,262)	31,067
Non-controlling interests	<u>(1,186)</u>	<u>(354)</u>	<u>(2,742)</u>	<u>(1,937)</u>
	<u>(20,923)</u>	<u>13,727</u>	<u>(28,004)</u>	<u>29,130</u>

The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Annual Financial Report for the year ended 31st December 2012 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 30 June 2013**

The figures have not been audited

	As at 30 June 2013 RM'000 (Unaudited)	As at 31 December 2012 RM'000 Audited
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	836,184	846,420
Biological assets	14,330	15,161
Other intangible asset	169	177
Land use rights	16,910	17,129
Goodwill	19,590	19,591
	<u>887,183</u>	<u>898,478</u>
<b>Current assets</b>		
Investment	101	101
Inventories	207,509	193,759
Trade receivables	70,498	70,321
Other receivables, deposits & prepayments	101,012	110,619
Derivatives	-	78
Cash and cash equivalents	63,959	83,814
	<u>443,079</u>	<u>458,692</u>
<b>TOTAL ASSETS</b>	<b><u>1,330,262</u></b>	<b><u>1,357,170</u></b>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity attributable to owners of the Parent</b>		
Share capital	128,250	128,250
Share premium	113,129	113,129
Treasury shares	(15)	(15)
Retained earnings	561,740	589,639
Other reserve	(2,545)	(5,182)
	<u>800,559</u>	<u>825,821</u>
Non-controlling interests	23,119	25,861
<b>Total equity</b>	<u>823,678</u>	<u>851,682</u>
<b>Non-current liabilities</b>		
Deferred tax liabilities	5,062	6,599
Long-term borrowings	125,933	142,553
Other payables	7,940	7,602
	<u>138,935</u>	<u>156,754</u>
<b>Current liabilities</b>		
Trade payables	72,375	62,248
Other payables and accruals	61,704	57,425
Short-term borrowings	229,443	228,433
Provision for taxation	520	480
Derivatives	3,607	148
	<u>367,649</u>	<u>348,734</u>
<b>Total liabilities</b>	<u>506,584</u>	<u>505,488</u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b><u>1,330,262</u></b>	<b><u>1,357,170</u></b>
<i>Net assets per share (RM) **</i>	<i>1.61</i>	<i>1.66</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 2012.

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Annual Financial Report for the year ended 31st December 2012 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 30 June 2013**  
The figures have not been audited

	Attributable to Owners of the Parent						Total RM'000	Non- Controlling Interests RM'000	Total Equity RM'000
	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			
<b>6 months period ended 30 June 2013</b>									
At 1 January 2013	128,250	113,129	(15)	25	(5,207)	589,639	825,821	25,861	851,682
Total comprehensive income for the period	-	-	-	(2,250)	4,887	(27,899)	(25,262)	(2,742)	(28,004)
<b>At 30 June 2013</b>	<b>128,250</b>	<b>113,129</b>	<b>(15)</b>	<b>(2,225)</b>	<b>(320)</b>	<b>561,740</b>	<b>800,559</b>	<b>23,119</b>	<b>823,678</b>
<b>6 months period ended 30 June 2012</b>									
At 1 January 2012	128,250	113,129	(2)	(706)	(1,844)	570,293	809,120	11,771	820,891
Total comprehensive income for the period	-	-	-	588	(1,499)	31,978	31,067	(1,937)	29,130
Dividends	-	-	-	-	-	(7,695)	(7,695)	-	(7,695)
<b>At 30 June 2012</b>	<b>128,250</b>	<b>113,129</b>	<b>(2)</b>	<b>(118)</b>	<b>(3,343)</b>	<b>594,576</b>	<b>832,492</b>	<b>9,834</b>	<b>842,326</b>

The Condensed Consolidated Statements of Changes in Equity should be read in conjunction with the Annual Financial Report for the year ended 31st December 2012 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 2013****The figures have not been audited**

	<b>6 MONTHS ENDED 30 June 2013 RM'000</b>	<b>6 MONTHS ENDED 30 June 2012 RM'000</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit before taxation	(30,572)	34,045
Adjustment for :-		
Non-cash items	38,971	37,842
Non-operating items (which are investing/financing)	-	(114)
Interest income	(488)	(904)
Interest expense	7,456	7,660
Operating profit before changes in working capital	<u>15,367</u>	<u>78,529</u>
<b>Changes in working capital</b>		
Net Change in inventory	(13,750)	(11,469)
Net Change in trade and other receivables	10,916	(84,532)
Net Change in trade and other payables	14,742	10,024
Total changes in working capital	<u>11,908</u>	<u>(85,977)</u>
Interest paid	(7,456)	(7,660)
Income taxes paid	(2,252)	(661)
	<u>(9,708)</u>	<u>(8,321)</u>
Net cash flow generated from/(used in) operating activities	<u>17,567</u>	<u>(15,769)</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
- Acquisition of business/ subsidiaries	-	(37,951)
- Purchase of property, plant and equipment	(17,291)	(14,301)
- Proceeds from disposal of property, plant and equipment	246	188
- Interest received	488	904
Net cash flow generated from/(used in) investing activities	<u>(16,557)</u>	<u>(51,160)</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
- Dividend Paid	-	(7,695)
- Drawdown of borrowings	47,482	108,990
- Repayment of borrowings	(68,347)	(34,052)
Net cash flow generated from/(used in) financing activities	<u>(20,865)</u>	<u>67,243</u>
Net Change in Cash & Cash Equivalents	(19,855)	314
Cash and Cash Equivalents at beginning of period	83,814	118,933
Cash and Cash Equivalents at end of period	<u>63,959</u>	<u>119,247</u>
Cash and cash equivalents at the end of the financial period comprise t		
Cash and Cash Equivalents	63,959	118,805
Investments in Unit Trust	-	442
	<u>63,959</u>	<u>119,247</u>

**The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Annual Financial Report for the year ended 31st December 2012 and the accompanying explanatory notes attached to the interim financial statements.**