

EVERGREEN FIBREBOARD BERHAD (217120 W)

(Incorporated in Malaysia)

INTERIM FINANCIAL STATEMENTS**Condensed Consolidated Income Statement**
For the First Quarter Ended 31 March 2014

The figures have not been audited

	INDIVIDUAL QUARTER 3 MONTHS ENDED		CUMULATIVE QUARTER 3 MONTHS ENDED	
	CURRENT YEAR QUARTER 31 March 2014 RM'000	PRECEDING YEAR CORRESPONDING QUARTER 31 March 2013 RM'000	CURRENT YEAR PERIOD TO-DATE 31 March 2014 RM'000	PRECEDING YEAR CORRESPONDING PERIOD TO-DATE 31 March 2013 RM'000
Revenue	239,516	226,801	239,516	226,801
Cost of sales	(201,380)	(204,847)	(201,380)	(204,847)
Gross Profit	38,136	21,954	38,136	21,954
Other operating income	1,883	1,833	1,883	1,833
Selling & administrative expenses	(39,237)	(38,269)	(39,237)	(38,269)
Finance costs	(3,673)	(3,777)	(3,673)	(3,777)
Net gain/(loss) on financial instruments at fair value	22	(85)	22	(85)
Share of profit/(loss) of associates	-	-	-	-
Profit/(Loss) Before Tax	(2,869)	(18,344)	(2,869)	(18,344)
Taxation - company & subsidiary	(319)	572	(319)	572
Net Profit/(Loss) For The Period	(3,188)	(17,772)	(3,188)	(17,772)
Net profit/(loss) attributable to:				
Owners of the parent	(2,582)	(16,216)	(2,582)	(16,216)
Non-controlling interests	(606)	(1,556)	(606)	(1,556)
	(3,188)	(17,772)	(3,188)	(17,772)
Earnings per share (Note B 12)				
- Basic (Sen)	(0.50)	(3.16)	(0.50)	(3.16)
- Diluted	(0.50)	(3.16)	(0.50)	(3.16)

The Condensed Consolidated Income Statement should be read in conjunction with the Annual Financial Report for the year ended 31st December 2013 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 First Quarter Ended 31 March 2014**

The figures have not been audited

	INDIVIDUAL QUARTER 3 MONTHS ENDED		CUMULATIVE QUARTER 3 MONTHS ENDED	
	CURRENT YEAR QUARTER 31 March 2014 RM'000	PRECEDING YEAR CORRESPONDING QUARTER 31 March 2013 RM'000	CURRENT YEAR PERIOD TO-DATE 31 March 2014 RM'000	PRECEDING YEAR CORRESPONDING PERIOD TO-DATE 31 March 2013 RM'000
Net Profit/(Loss) For The Period	(3,188)	(17,772)	(3,188)	(17,772)
Other comprehensive income				
Currency translation differences	430	11,065	430	11,065
Changes in fair value of cash flow hedges	1,133	(374)	1,133	(374)
Other comprehensive income/(loss) net of tax	1,563	10,691	1,563	10,691
Total comprehensive income/(loss) for the period	(1,625)	(7,081)	(1,625)	(7,081)
Total comprehensive income/(loss) attributable to:				
Owners of the parent	(1,019)	(5,525)	(1,019)	(5,525)
Non-controlling interests	(606)	(1,556)	(606)	(1,556)
	(1,625)	(7,081)	(1,625)	(7,081)

The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Annual Financial Report for the year ended 31st December 2013 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 March 2014****The figures have not been audited**

	As at 31 March 2014 RM'000 (Unaudited)	As at 31 December 2013 RM'000 Audited
ASSETS		
Non-current assets		
Property, plant and equipment	814,177	823,129
Biological assets	16,566	16,000
Other intangible asset	149	154
Land use rights	16,617	16,728
Goodwill	19,590	19,590
	<u>867,099</u>	<u>875,601</u>
Current assets		
Investment	101	101
Inventories	219,220	211,132
Trade receivables	63,699	76,349
Other receivables, deposits & prepayments	63,439	68,035
Derivatives	16	-
Cash and cash equivalents	55,442	55,545
	<u>401,917</u>	<u>411,162</u>
TOTAL ASSETS	<u>1,269,016</u>	<u>1,286,763</u>
EQUITY AND LIABILITIES		
Equity attributable to owners of the Parent		
Share capital	128,250	128,250
Share premium	113,129	113,129
Treasury shares	(15)	(15)
Retained earnings	544,280	546,862
Other reserve	(490)	(2,053)
	<u>785,154</u>	<u>786,173</u>
Non-controlling interests	21,798	22,404
Total equity	<u>806,952</u>	<u>808,577</u>
Non-current liabilities		
Deferred tax liabilities	1,653	1,209
Long-term borrowings	58,224	68,996
Other payables	8,513	8,206
	<u>68,390</u>	<u>78,411</u>
Current liabilities		
Trade payables	66,504	64,314
Other payables and accruals	55,639	64,631
Short-term borrowings	270,784	268,234
Provision for taxation	257	539
Derivatives	490	2,057
	<u>393,674</u>	<u>399,775</u>
Total liabilities	<u>462,064</u>	<u>478,186</u>
TOTAL EQUITY AND LIABILITIES	<u>1,269,016</u>	<u>1,286,763</u>
<i>Net assets per share (RM) **</i>	<i>1.57</i>	<i>1.58</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 2013.

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Annual Financial Report for the year ended 31st December 2013 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 March 2014
The figures have not been audited

	Attributable to Owners of the Parent									
	Share Capital RM'000	Share Premium RM'000	Treasury Shares RM'000	Equity Transaction Reserve 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
3 months period ended 31 March 2014										
At 1 January 2014	128,250	113,129	(15)	383	(1,492)	(944)	546,862	786,173	22,404	808,577
Total comprehensive income for the period	-	-	-	-	1,133	430	(2,582)	(1,019)	(606)	(1,625)
At 31 March 2014	128,250	113,129	(15)	383	(359)	(514)	544,280	785,154	21,798	806,952
3 months period ended 31 March 2013										
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	-	-	-	-	(374)	11,065	(16,216)	(5,525)	(1,556)	(7,081)
At 31 March 2013	128,250	113,129	(15)	-	(349)	5,858	573,423	820,296	24,305	844,601

The Condensed Consolidated Statements of Changes in Equity should be read in conjunction with the Annual Financial Report for the year ended 31st December 2013 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 First Quarter Ended 31 March 2014****The figures have not been audited**

	3 MONTHS ENDED 31 March 2014 RM'000	3 MONTHS ENDED 31 March 2013 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	(2,869)	(18,344)
Adjustment for :-		
Non-cash items	17,038	19,497
Interest income	(211)	(225)
Interest expense	3,673	3,777
Operating profit before changes in working capital	<u>17,631</u>	<u>4,705</u>
Changes in working capital		
Net Change in inventory	(8,088)	(2,096)
Net Change in trade and other receivables	13,490	(3,502)
Net Change in trade and other payables	(6,496)	1,715
Total changes in working capital	<u>(1,094)</u>	<u>(3,883)</u>
Interest paid	(3,673)	(3,777)
Income taxes paid	3,171	(1,024)
	<u>(502)</u>	<u>(4,801)</u>
Net cash flow generated from/(used in) operating activities	<u>16,035</u>	<u>(3,979)</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
- Purchase of property, plant and equipment	(6,944)	(10,589)
- Proceeds from disposal of property, plant and equipment	(0)	121
- Interest received	211	225
Net cash flow generated from/(used in) investing activities	<u>(6,733)</u>	<u>(10,243)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
- Drawdown of borrowings	44,423	36,098
- Repayment of borrowings	(53,828)	(32,833)
Net cash flow generated from/(used in) financing activities	<u>(9,405)</u>	<u>3,265</u>
Net Change in Cash & Cash Equivalents	(103)	(10,957)
Cash and Cash Equivalents at beginning of period	55,545	83,814
Cash and Cash Equivalents at end of period	<u>55,442</u>	<u>72,857</u>
Cash and cash equivalents at the end of the financial period comprise the following:		
Cash and Cash Equivalents	55,442	72,857
	<u>55,442</u>	<u>72,857</u>

The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Annual Financial Report for the year ended 31st December 2013 and the accompanying explanatory notes attached to the interim financial statements.