



TAMBUN INDAH LAND BERHAD

(Company No: 810446-U)

(Incorporated in Malaysia)

Interim Financial Report

For The First Quarter Ended 31 March 2014 (Unaudited)

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UNAUDITED INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2014
Condensed Consolidated Statement of Financial Position

	Unaudited As at 31 March 2014 RM'000	Audited As at 31 December 2013 RM'000
ASSETS:		
Non-Current Assets:		
Property, plant and equipment	3,251	3,365
Investment properties	64,528	64,185
Land held for development	166,049	78,536
Investment in an associate company	7,923	7,087
Investment in a jointly controlled entity	-	-
Deferred tax assets	6,735	3,957
	<u>248,486</u>	<u>157,130</u>
Current Assets		
Inventories	340	340
Property development costs	96,427	125,141
Trade and other receivables	99,136	86,608
Current tax assets	2,002	1,751
Short term fund	3,251	14,546
Cash and bank balances	147,206	111,393
	<u>348,362</u>	<u>339,779</u>
TOTAL ASSETS	<u>596,848</u>	<u>496,909</u>
EQUITY AND LIABILITIES		
Equity attributable to owners of the Parent:		
Share capital	197,641	197,113
Share premium	64,121	63,920
Option reserve	187	214
Warrant reserve	686	704
Capital redemption reserve	468	468
Retained profits	72,936	47,648
	<u>336,039</u>	<u>310,067</u>
Non-controlling interests	2,134	3,515
Total Equity	<u>338,173</u>	<u>313,582</u>
Non-Current Liabilities:		
Long-term bank borrowings	116,551	73,323
Deferred taxation	1,993	496
	<u>118,544</u>	<u>73,819</u>
Current Liabilities:		
Trade and other payables	93,148	81,059
Short-term bank borrowings	39,494	24,845
Current tax liabilities	7,489	3,604
	<u>140,131</u>	<u>109,508</u>
TOTAL LIABILITIES	<u>258,675</u>	<u>183,327</u>
TOTAL EQUITY AND LIABILITIES	<u>596,848</u>	<u>496,909</u>
Net assets per share attributable to ordinary equity holders of the company (RM) (Note 2)	<u>0.85</u>	<u>0.79</u>

Notes:

1 The condensed Consolidated Statement of Financial Position should be read in conjunction with Tambun Indah Land Berhad's ("Tambun Indah" or "the Company") audited financial statements for the financial year ended 31 December 2013 and the accompanying explanatory notes attached to this interim financial report.

2 Based on the issued and paid-up share capital of 395,282,000 (2013: 394,226,000) ordinary shares of RM0.50 each in Tambun Indah ("Shares").

UNAUDITED INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2014
Condensed Consolidated Statements of Profit or Loss and Other Comprehensive Income

	Note	Individual Quarter		Cumulative Quarter	
		3 months ended		3 months ended	
		31-Mar-2014	31-Mar-2013	31-Mar-2014	31-Mar-2013
		RM'000	RM'000	RM'000	RM'000
Revenue		112,019	78,324	112,019	78,324
Cost of sales		(72,138)	(49,131)	(72,138)	(49,131)
Gross profit		39,881	29,193	39,881	29,193
Other income	B14	627	1,304	627	1,304
Sales and marketing expenses		(2,089)	(3,464)	(2,089)	(3,464)
Administrative expenses	B15	(2,693)	(2,740)	(2,693)	(2,740)
Profit from operations		35,726	24,293	35,726	24,293
Finance costs		(1,279)	(659)	(1,279)	(659)
Share of profit of an associate		836	343	836	343
Profit before tax		35,283	23,977	35,283	23,977
Income tax expense		(9,876)	(7,066)	(9,876)	(7,066)
Profit for the period		25,407	16,911	25,407	16,911
Other comprehensive income net of tax		-	-	-	-
Total comprehensive income for the period		25,407	16,911	25,407	16,911
Profit attributable to :					
Equity holders of the Company		25,288	11,726	25,288	11,726
Non-controlling interests		119	5,185	119	5,185
		25,407	16,911	25,407	16,911
Total comprehensive income attributable to :					
Equity holders of the Company		25,288	11,726	25,288	11,726
Non-controlling interests		119	5,185	119	5,185
		25,407	16,911	25,407	16,911
# Denotes RM1 deficit					
Earnings per share attributable to the equity holders of the Company					
Basic (sen)	B12	6.41	3.77	6.41	3.77
Diluted (sen)	B12	6.04	3.61	6.04	3.61

Note :
The Condensed Consolidated Statements of Profit or Loss and Other Comprehensive Income should be read in conjunction with the Company's audited financial statements for the financial year ended 31 December 2013 and the accompanying explanatory notes attached to this interim financial report.

UNAUDITED INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2014
Condensed Consolidated Statement of Changes in Equity

	Attributable to Equity Holders of the Company									
	Non-distributable				Capital		Distributable		Non-controlling Interests RM'000	Total Equity RM'000
	Share Capital RM'000	Share Premium RM'000	Option Reserve RM'000	Warrant Reserve RM'000	Redemption Reserve RM'000	Retained Profits RM'000	Total RM'000			
At 1 January 2014	197,113	63,920	214	704	468	47,648	310,067	3,515		
Profit for the period	-	-	-	-	-	25,288	25,288	119	25,407	
Total comprehensive income	-	-	-	-	-	25,288	25,288	119	25,407	
Transactions with owners										
Issuance of ordinary shares										
- exercise of Employee share option scheme ("ESOS")										
- exercise of warrants										
Dividends	-	-	-	-	-	-	-	(1,500)	(1,500)	
Total transactions with owners	528	201	(27)	(18)	-	-	684	(1,500)	(816)	
At 31 March 2014	197,641	64,121	187	686	468	72,936	336,039	2,134	338,173	
At 1 January 2013	155,422	6,525	49	884	200	60,135	223,215	38,702	261,917	
Profit for the period	-	-	-	-	-	64,986	64,986	22,770	87,756	
Total comprehensive income	-	-	-	-	-	64,986	64,986	22,770	87,756	
Transactions with owners										
Issuance of ordinary shares										
- exercise of ESOS										
- exercise of warrants										
- placement	7,500	12,300	-	-	-	-	19,800	-	19,800	
- acquisition of additional equity interest in subsidiary companies	27,500	44,000	-	-	-	(58,227)	13,273	(29,967)	(16,694)	
Share issue expenses	-	(305)	-	-	-	-	(305)	-	(305)	
Options grant under ESOS	-	-	285	-	-	-	285	-	285	
Redemption of RPS by:										
- subsidiary companies										
- non-controlling interest of a subsidiary company	-	-	-	-	-	-	-	(8,040)	(8,040)	
Dividends	-	-	-	-	-	(18,978)	(18,978)	(19,950)	(38,928)	
Total transactions with owners	41,691	57,395	165	(180)	268	(77,473)	21,866	(57,957)	(36,091)	
At 31 December 2013	197,113	63,920	214	704	468	47,648	310,067	3,515	313,582	

Note :

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Company audited financial statements for the financial year ended 31 December 2013 and the accompanying explanatory notes attached to this interim financial report.

UNAUDITED INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2014
Condensed Consolidated Statement of Cash Flows

	3 months ended 31-Mar-2014 RM'000	3 months ended 31-Mar-13 RM'000
Profit before taxation	35,283	23,977
Adjustments for:-		
Non-cash items	125	(710)
Non-operating items	(55)	(102)
Operating profit before changes in working capital	35,353	23,165
Net Change in current assets	(71,327)	(6,371)
Net Change in current liabilities	19,979	(29,127)
Cash used in operations	(15,995)	(12,333)
Interest received	498	418
Tax paid	(7,523)	(4,753)
Net cash used in operating activities	(23,020)	(16,668)
Investing Activities		
Purchase of property, plant and equipment	(13)	(264)
Addition in investment property	(343)	(1,535)
Changes of deposits pledged with licensed banks	4,483	1,457
Proceeds from disposal of property, plant and equipment	2	123
Net cash used in investing activities	4,129	(219)
Financing Activities		
Dividend paid	(7,890)	-
Dividends paid to non-controlling interests of subsidiary companies	(1,500)	(2,500)
Drawdown of term loans, bridging loans & revolving credit	68,000	28,194
Proceeds from issuance of shares pursuant to:		
- ESOS	133	391
- exercise of warrants	551	-
Repayment of term loans, bridging loans & revolving credit	(10,097)	(4,149)
Repayment of hire purchase	(26)	(25)
Interest paid	(1,279)	(659)
Net cash generated from financing activities	47,892	21,252
Net changes in cash and cash equivalents	29,001	4,365
Cash and cash equivalents at 1 January 2014/2013	113,799	89,474
Cash and cash equivalents at 31 March 2014/2013	142,800	93,839
Cash and cash equivalents included in the cash flows comprise the following balance sheet amounts:-		
Short term funds placed with financial institutions	3,251	9,686
Cash and bank balances	129,277	76,683
Deposits placed with licensed banks	17,929	13,357
Bank overdrafts	-	(846)
	150,457	98,880
Less: Deposits pledged with licensed banks	(7,657)	(5,041)
	142,800	93,839

Note :

The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Company audited financial statements for the financial year ended 31 December 2013 and the accompanying explanatory notes attached to this interim financial report.

A. Explanatory Notes pursuant to Financial Reporting Standard ("FRS") 134, Interim Reporting and the Listing Requirements

A1. Basis of Preparation

On 19 November 2011, the Malaysian Accounting Standards Board ("MASB") issued a new MASB approved accounting framework, the Malaysian Financial Reporting Standards ("MFRS Framework").

The MFRS Framework is to be applied by all Entities Other Than Private Entities for annual periods beginning on or after 1 January 2012, with the exception of entities, inter alia, that are within the scope of IC Interpretation 15 Agreements for Construction of Real Estate, including its parent, significant investor and venturer (herein called "Transitioning Entities").

The Group falls within the scope of Transitioning Entities. Transitioning Entities are allowed to defer the adoption of the new MFRS Framework for an additional two years. Consequently, adoption of the MFRS Framework by Transitioning Entities will be mandatory for annual periods beginning on or after 1 January 2015.

Accordingly, the Group will be required to prepare financial statements using the MFRS Framework in its first MFRS financial statements for the year ending 31 December 2015. For the financial year ending 31 December 2014, the Group will continue to prepare financial statements using the Financial Reporting Standards ("FRS").

The interim financial report has been prepared in accordance with FRS 134, Interim Financial Reporting and paragraph 9.22 and Appendix 9B of Listing Requirements.

The interim financial statements should be read in conjunction with the Company's audited financial statements for the financial year ended 31 December 2013 and the accompanying explanatory notes attached to this interim financial report.

A2. Changes in Accounting Policies

The accounting policies and methods of computation adopted by Tambun Indah and its subsidiary companies ("Group") for the interim financial statements are consistent with those adopted for the audited financial statements for the financial year ended 31 December 2013 except for the mandatory adoption of the following new and revised FRSs and Issues Committee Interpretations ("IC Interpretations") effective for the financial period beginning on 1 January 2014:

FRSs, amendments to FRSs and IC Interpretations

Amendments to FRS 10, FRS 12 & FRS 127	Investment Entities
Amendments to FRS 132	Offsetting Financial Assets and Financial Liabilities
Amendments to FRS 139	Novation of Derivatives and Continuation of Hedge Accounting
IC Interpretation 21	Levies

Adoption of the above standards and interpretations where applicable did not have any effect on the financial performance or position of the Group.

A3. Explanatory Comments about Seasonality or Cyclicity of Interim Operations

The business operations of the Group during the financial quarter under review had not been materially affected by any seasonal or cyclical factors.

A4. Unusual Items Affecting Assets, Liabilities, Equity, Net Income or Cash Flows

There were no unusual items affecting assets, liabilities, equity, net income or cash flows during the current financial quarter-to-date.

A5. Changes in Estimates

There were no changes in estimates that have had a material effect in the current financial quarter-to-date results.

INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2014

A6. Debt and Equity Securities

For the financial quarter under review, there were no issues, cancellation, repurchase, resale or repayment of debt and/or equity securities, share buybacks, share cancellations, shares held as treasury shares and resale of treasury shares, save for the disclosure below.

(a) Issuance of 137,000 new ordinary shares of RM0.50 each pursuant to exercise of ESOS at the following option prices:

Exercise price	(RM)	0.50	0.65	0.85	1.27
No. of shares issued	('000)	21	9	48	59

The total cash proceeds arising from the exercise of ESOS during the current financial period to-date amounted to RM132,080; and

(b) Issuance of 918,320 new ordinary shares of RM0.50 each pursuant to the exercise of warrants at RM0.60 per share. The total cash proceeds arising from the exercise of warrants during the current financial year amounted to RM550,992.

A7. Dividend Paid

On 18 February 2014, the Company paid an interim dividend of 2.0 sen per ordinary share of RM0.50 each amounting to RM7,890,064 in respect of the financial year ended 31 December 2013.

A8. Operating Segment

The segmental analysis for the financial quarter ended 31 March 2014 is as follow:

	Property development and property management RM'000	Construction and project management RM'000	Investment holdings RM'000	Adjustments and eliminations RM'000	Total RM'000
Revenue					
Revenue from external customers	109,457	2,416	146	-	112,019
Inter-segment revenues	-	1,534	7,576	(9,110)	-
	<u>109,457</u>	<u>3,950</u>	<u>7,722</u>	<u>9,110</u>	<u>112,019</u>
Results					
Profit from operations	37,900	51	7,605	(10,165)	35,391
Unallocated amount: corporate expenses					<u>(108)</u>
Profit before tax					35,283
Tax expense					<u>(9,876)</u>
Profit for the year					<u>25,407</u>
Other information					
Capital expenditure	87,516	10	342	-	87,868
Depreciation	11	76	34	-	121

A9. Subsequent Events

Save as disclosed in B7, there were no material events subsequent to the financial period ended 31 March 2014 till 21 April 2014 (the latest practicable date which is not earlier than 7 days from the date of issue of this interim financial report), that have not been reflected in the financial statements for the current quarter under review.

A10. Changes in the Composition of the Group

There was no change in the composition of the Group for the current quarter and financial period to-date.

A11. Capital Commitments

The amount of capital commitments not provided for in the financial period ended 31 March 2014 was as follows:

	RM'000
Contractual commitments for purchase of development lands	<u>52,159</u>

A12. Significant Related Party Transactions

Related parties are those defined under FRS 124: Related Party Disclosures.

Transactions with directors of the Company and subsidiary companies, members of their family and companies, firms and trust bodies in which they have interests:

	3 months ended 31-Mar-2014 RM'000
Rental paid to companies in which a Director has interest	37
Progress claims charged to an associate company	<u>2,289</u>

B. Explanatory Notes pursuant to Part A of Appendix 9B of the Listing requirements

B1. Review of Performance

Quarter on Quarter review

The current quarter's revenue and profit before tax of RM112.02 million and RM35.28 million represented a 43.0% increase in revenue and 47.2% increase in profit before tax over same quarter of preceding year.

The favourable increase in revenue was mainly attributed to the property development segment as a result of the increase billings, higher take-up rates of the on-going projects as well as introduction of new development projects during current quarter under review compared to preceding corresponding quarter. As a result of higher revenue recorded, profit before tax also increased.

The quarter on quarter movements in the segment revenues were as follows:

	Current	Preceding Year	Variances	
	31-Mar-2014 RM'000	31-Mar-2013 RM'000	%	RM'000
Revenue				
Property development and property management	109,457	76,944	42.3%	32,513
Construction and project management	2,416	1,229	96.6%	1,187
Investment holdings	146	151	-3.3%	(5)
	112,019	78,324	43.0%	33,695
Profit before tax	35,283	23,977	47.2%	11,306

Property development & property management

The revenue from property development and property management activities increased by 42.3%. The improvement in revenue was mainly contributed by residential and commercial properties development in Pearl City, Simpang Ampat which contributed approximately 67.0% of the total revenue in the segment for current quarter in review.

The Group's ongoing property development projects are *Capri Park*, *Carissa Villas* and *Camellia Park* in Butterworth; *BM Residence* in Bukit Mertajam; *Pearl Residence*, *Pearl Indah 3*, *Pearl Impian* and *Pearl Avenue* in Pearl City, Simpang Ampat and *Straits Garden* in Penang Island.

Construction and project management

Revenue from the construction and project management segment was higher in the current quarter, as compared to the previous corresponding quarter, due to higher construction progress achieved.

Investment holdings

There was no significant change in revenue for the investment holdings segment.

B2. Comparison of results against immediate preceding quarter

As a consequence of completion of certain projects in current quarter, the revenue and profit before tax were marginally lower compared to those of the preceding quarter ended 31 December 2013.

	Current	Preceding	Variances	
	31-Mar-2014 RM'000	31-Dec-2013 RM'000	%	RM'000
Revenue	112,019	118,409	-5.4%	(6,390)
Profit before tax	35,283	36,262	-2.7%	(979)

B3. Prospects for the current financial year

As at 31 March 2014, the Group achieved an average take-up rate of 84.91% on its ongoing projects, with a total Gross Development Value of RM975.67 million; and unbilled sales of approximately RM469.95 million. These should contribute positively to the Group's earnings for the next two to three years.

Based on the foregoing and subject to successful implementation of the projects, the Group expects to achieve favourable performance in the current financial year.

B4. Variance of Actual Profit from Forecast Profit or Profit Guarantee

Not applicable as no profit forecast or profit guarantee was issued.

B5. Statement by Board of Directors

The Group did not issue any profit forecast or projection in a public document in the current quarter or financial quarter-to-date.

B6. Income Tax

Income Tax comprised:

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter 31-Mar-2014 RM'000	Preceding Year Corresponding Quarter 31-Mar-2013 RM'000	Current Year- To-Date 31-Mar-2014 RM'000	Preceding Year Corresponding Period 31-Mar-2013 RM'000
Current income tax	11,657	5,132	11,657	5,132
Under provision of taxation in respect of prior year	-	30	-	30
Deferred taxation	(1,781)	1,904	(1,781)	1,904
	<u>9,876</u>	<u>7,066</u>	<u>9,876</u>	<u>7,066</u>

The Group's effective tax rate for the current quarter and financial period-to-date under review was higher than the statutory taxation rate mainly due to certain expenses which were not deductible for tax purposes.

B7. Status of Corporate Proposals

(a) Land acquisition - Bandar Tasek Mutiara

Palmington Sdn Bhd ("Palmington"), a 60%-owned subsidiary of Tambun Indah had, on 4 May 2011 entered into a master agreement and five (5) separate sales and purchase agreements (Parcel R1, R2, R3, C and Amenities Land respectively) with Pembangunan Bandar Mutiara Sdn Bhd ("Pembangunan Mutiara") to purchase an undeveloped land bank located in a new township development known as Bandar Tasek Mutiara (marketed as Pearl City) in the locality of Simpang Ampat, Mukim 15, Province Wellesley South, Penang measuring approximately 526.7531 acres for a purchase consideration of RM233,223,021 to be satisfied fully in cash.

On 5 September 2011, all the conditions precedent stipulated in the master agreement and sale and purchase agreements entered into between Palmington and Pembangunan Mutiara ("SPA(s)") were fulfilled and the SPAs became unconditional.

Pursuant to the SPAs, Palmington and Pembangunan Mutiara mutually agreed to extend the completion date of the acquisition of Parcel R1 to 30 November 2011.

On 30 November 2011, Palmington and Pembangunan Mutiara mutually agreed to further extend the completion date in respect of the acquisition of Parcel R1 from 30 November 2011 to on or before 09 December 2011 ("2nd Extended Completion Date") to enable the solicitors further time to present the discharges, transfers and charges at the relevant Land Registry/Office.

The Company completed the acquisition of Parcel R1 on 7 December 2011.

Palmington had on 10 August 2012 entered into a Supplemental Agreement with Pembangunan Mutiara to vary the order of completion of Parcel R2 and Parcel R3 in respect of the Proposed Acquisitions.

Pursuant to the Master Agreement, Parcel R2 SPA and Parcel R3 SPA dated 4 May 2011, Parcel R2 SPA would complete ahead of Parcel R3 SPA, whereby the balance of the purchase consideration for Parcel R2 and Parcel R3 would be paid by Palmington to Pembangunan Mutiara on or before 18 months and 33 months from the date of the Agreements respectively.

Pursuant to the Supplemental Agreement, Parcel R3 SPA will be completed first, followed by Parcel R2 SPA.

The balance of the Parcel R3 Purchase Price shall be paid by Palmington to Pembangunan Mutiara or the Pembangunan Mutiara's Solicitors as stakeholders, on or before 18 months from the date of the Master Agreement and Parcel R3 SPA, instead of 33 months.

The balance of the Parcel R2 Purchase Price shall be paid by Palmington to Pembangunan Mutiara or the Pembangunan Mutiara's Solicitors as stakeholders, on or before 33 months from the date of the Master Agreement and Parcel R2 SPA, instead of 18 months.

The acquisition of Amenities Land was completed on 10 August 2012.

On 29 October 2012, Palmington and Pembangunan Mutiara had mutually agreed to extend the completion date in respect of the acquisition of Parcel R3 from 03 November 2012 to a further period of three (3) months ("Extended Completion Date") with interest on the number of days of extension at the rate of eight per centum (8%) per annum on the balance purchase price or the amount outstanding. The extension of time was mainly due to the loan documentation of Palmington not been able to be completed in time. Palmington had paid the differential sum to Pembangunan Mutiara being the difference between the purchase consideration and financing amount for Parcel R3.

The acquisition of Parcel R3 was completed on 15 January 2013.

The acquisition of Parcel R2 was completed on 23 January 2014.

B9. Borrowings and Debt Securities

Details of the Group's borrowings as at 31 March 2014 were as follows:

	Secured RM'000
<i>Long term borrowings:</i>	
Hire purchase payables	251
Term loans	116,300
	<u>116,551</u>
<i>Short term borrowings:</i>	
Bridging loans	2,987
Hire purchase payables	107
Revolving credit	17,500
Term loans	18,900
	<u>39,494</u>
Total	<u><u>156,045</u></u>

The Group has no foreign currency borrowings.

B10. Material Litigation

The Group is not engaged in any material litigation as at the date of this report.

B11. Dividend

The Board of Directors had proposed a single tier final dividend of 4.6 sen per ordinary share of RM0.50 each for the financial year ended 31 December 2013, to be approved by shareholders at the forthcoming Annual General Meeting of the Company.

B12. Earnings Per Share

(a) Basic Earnings Per Share

The basic earnings per share for the current financial quarter and current financial year-to-date had been calculated by dividing the Group's profit for the period attributable to equity holders of the Company by the weighted average number of shares in issue.

	Current Quarter 31-Mar-2014	Preceding Year Corresponding Quarter 31-Mar-2013	Current Year- To-Date 31-Mar-2014	Preceding Year Corresponding Period 31-Mar-2013
Profit for the period attributable to equity holders of the Company	25,288	11,726	25,288	11,726
Weighted average number of ordinary shares in issue ('000)	394,783	311,344	394,783	311,344
Basic Earnings Per Share (sen)	6.41	3.77	6.41	3.77

The weighted average number of ordinary shares used in the denominator in calculating basic earnings per share were as follows:

	Current Quarter 31-Mar-2014 '000	Preceding Year Corresponding Quarter 31-Mar-2013 '000	Current Year- To-Date 31-Mar-2014 '000	Preceding Year Corresponding Period 31-Mar-2013 '000
Number of ordinary shares at beginning of the period/year	394,226	310,843	394,226	310,843
Effect of shares issued pursuant to:				
- exercise of ESOS	89	501	89	501
- exercise of warrants	468	-	468	-
Weighted average number of ordinary shares	394,783	311,344	394,783	311,344

(b) Diluted Earnings per share

The diluted earnings per share had been calculated by dividing the Group's profit for the period attributable to the equity holders of the Company by the weighted average number of shares that would have been in issue upon full exercise of the remaining options under the warrants and ESOS granted, adjusted for the number of such shares that would have been issued at fair value, calculated as follows:

	Current Quarter 31-Mar-2014	Preceding Year Corresponding Quarter 31-Mar-2013	Current Year- To-Date 31-Mar-2014	Preceding Year Corresponding Period 31-Mar-2013
Profit for the period/year attributable to equity holders of the Company (RM'000)	25,288	11,726	25,288	11,726
Weighted average number of ordinary shares ('000)	418,675	324,479	418,675	324,479
Diluted Earnings Per Share (sen)	6.04	3.61	6.04	3.61

The weighted average number of ordinary shares used in the denominator in calculating diluted earnings per share were as follows:

	Current Quarter 31-Mar-2014 '000	Preceding Year Corresponding Quarter 31-Mar-2013 '000	Current Year- To-Date 31-Mar-2014 '000	Preceding Year Corresponding Period 31-Mar-2013 '000
Weighted average number of ordinary shares as per basic earnings per share	394,783	311,344	394,783	311,344
Effect of potential exercise of ESOS/warrants				
- ESOS	1,676	1,811	1,676	1,811
- Warrants	22,216	11,324	22,216	11,324
Weighted average number of ordinary shares	418,675	324,479	418,675	324,479

B13. Auditors' Report on Preceding Annual Financial Statements

There was no qualification to the audited financial statements of the Company and its subsidiary companies for the financial year ended 31 December 2013.

B14. Other income

	Current quarter 31-Mar-2014 RM'000	Financial year to-date 31-Mar-2014 RM'000
Interest income	498	498
Miscellaneous income	129	129
	<u>627</u>	<u>627</u>

The Group did not receive any other income including investment income for the financial quarter ended 31 March 2014.

B15. Administrative expenses

	Current quarter 31-Mar-2014 RM'000	Financial year to-date 31-Mar-2014 RM'000
Depreciation	121	121
Loss on disposal of property, plant and equipment	2	2

There was no provision for and write off of receivables and inventories, gain or loss on disposal of quoted or unquoted investments or properties, impairment of assets, foreign exchange gain or loss and gain or loss on derivatives for the financial quarter ended 31 March 2014.

B16. Disclosure of realised and unrealised profits/losses

Total retained profits of Tambun Indah and its subsidiary companies were as follows:

	31-Mar-2014 RM'000	31-Dec-2013 RM'000
Total retained profits of the Company and its subsidiaries:		
- realised	289,617	255,825
- unrealised	22,177	20,396
	<u>311,794</u>	<u>276,221</u>
Total accumulated loss from a joint venture:		
- realised	#	#
Total share of retained profits from an associate:		
- realised	3,546	2,862
- unrealised	(193)	(345)
	<u>315,147</u>	<u>278,738</u>
Less: Consolidation adjustments	(242,211)	(231,090)
Total Group retained profits as per consolidated accounts	<u>72,936</u>	<u>47,648</u>

Denotes RM1 deficit

B17. Authority for Issue

The interim financial statements were authorised for issue by the Board of Directors of Tambun Indah in accordance with a resolution of the Directors on 28 April 2014.

By order of the Board of Directors
Lee Peng Loon
Company Secretary
28 April 2014