

KUMPULAN FIMA BERHAD

(Company No.:11817-V)

(Incorporated in Malaysia)

Condensed Consolidated Income Statements
For the First Quarter Ended 30 June 2009
Except as disclosed otherwise, the figures have not been audited

	Note	Individual Quarter		Cumulative Quarter	
		Current Year Quarter 30-06-2009	Preceding Year Corresponding Quarter 30-06-2008	Current Year To Date 30-06-2009	Preceding Year Corresponding Period 30-06-2008
		RM'000	RM'000	RM'000	RM'000
Revenue	A9	92,662	92,215	92,662	92,215
Cost of sales		(56,350)	(53,082)	(56,350)	(53,082)
Gross profit		36,312	39,133	36,312	39,133
Other income		7,210	584	7,210	584
Administrative expenses		(10,212)	(10,312)	(10,212)	(10,312)
Selling and marketing expenses		(907)	(1,033)	(907)	(1,033)
Other expenses		(2,802)	(3,029)	(2,802)	(3,029)
		(13,921)	(14,374)	(13,921)	(14,374)
Finance cost		(1,091)	(1,120)	(1,091)	(1,120)
Share of profit of associates		3,282	1,978	3,282	1,978
Profit before taxation	A9	31,792	26,201	31,792	26,201
Income tax expense	B5	(5,967)	(7,140)	(5,967)	(7,140)
Profit for the period		25,825	19,061	25,825	19,061
Attributable to :					
Equity holders of the parent		18,455	9,976	18,455	9,976
Minority interests		7,370	9,085	7,370	9,085
		25,825	19,061	25,825	19,061
Earnings per share attributable to equity holders of the parent:					
Basic earnings per share (sen)		7.01	3.79	7.01	3.79

The condensed consolidated income statements should be read in conjunction with the audited financial statements for the year ended 31 March 2009 and the accompanying explanatory notes attached to the interim financial statements.

KUMPULAN FIMA BERHAD

(Company No.:11817-V)

(Incorporated in Malaysia)

Condensed Consolidated Balance Sheets as at 30 June 2009
Except as disclosed otherwise, the figures have not been audited

	As At End Of Current Quarter 30-06-2009	As At Preceding Financial Year Ended 31-03-2009 (Audited)
	<u>RM'000</u>	<u>RM'000</u>
ASSETS		
Non-current assets		
Property, plant and equipment	157,391	153,927
Investment properties	85,144	71,543
Prepaid land lease payment	36,694	50,113
Biological assets	80,851	74,635
Interests in associates	43,099	39,718
Deferred tax assets	8,048	7,456
Goodwill on consolidation	13,055	13,055
	<u>424,282</u>	<u>410,447</u>
Current Assets		
Inventories	86,263	74,719
Trade receivables	98,520	104,610
Other receivables	14,792	12,295
Cash and bank balances	60,315	51,083
	<u>259,890</u>	<u>242,707</u>
TOTAL ASSETS	<u>684,172</u>	<u>653,154</u>
EQUITY AND LIABILITIES		
Equity attributable to equity holders of the parent		
Share capital	263,160	263,160
Reserves	96,724	71,464
	<u>359,884</u>	<u>334,624</u>
Minority interests	124,553	117,212
Total equity	<u>484,437</u>	<u>451,836</u>
Non-current liabilities		
Long term borrowings	28,358	21,939
Retirement benefit obligations	1,440	1,419
Deferred tax liabilities	16,542	16,461
	<u>46,340</u>	<u>39,819</u>
Current Liabilities		
Short term borrowings	55,685	63,666
Trade payables	53,114	55,532
Other payables	34,097	36,395
Provision for compensation claim	2,120	2,120
Taxation	8,379	3,786
	<u>153,395</u>	<u>161,499</u>
Total liabilities	<u>199,735</u>	<u>201,318</u>
TOTAL EQUITY AND LIABILITIES	<u>684,172</u>	<u>653,154</u>
Net assets per share (RM)	<u>1.37</u>	<u>1.27</u>

The condensed consolidated balance sheets should be read in conjunction with the audited financial statements for the year ended 31 March 2009 and the accompanying explanatory notes attached to the interim statements.

KUMPULAN FIMA BERHAD

(Company No.:11817-V)

(Incorporated in Malaysia)

**Condensed Consolidated Statements of Changes in Equity
For the First Quarter Ended 30 June 2009
Except as disclosed otherwise, the figures have not been audited**

Attributable to Equity Holders of the Parent

Non-distributable

2009/10

Group	Share capital	Share premium	Revaluation reserve	Capital reserve	Capital reserve arising from bonus issue in subsidiaries	Foreign exchange reserve	Accumulated losses	Total	Minority interests	Total equity
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
At 1-4-2009	263,160	12,161	44,527	437	26,758	(7,245)	(5,174)	334,624	117,212	451,836
Translation gain	-	-	-	-	-	11,994	-	11,994	-	11,994
Net profit for the period	-	-	-	-	-	-	18,455	18,455	7,370	25,825
Transfer from revaluation reserve	-	-	(5,189)	-	-	-	-	(5,189)	-	(5,189)
Purchase of treasury shares by a subsidiary	-	-	-	-	-	-	-	-	(29)	(29)
At 30-06-2009	263,160	12,161	39,338	437	26,758	4,749	13,281	359,884	124,553	484,437

Group	Share capital	Share premium	Revaluation reserve	Capital reserve	Capital reserve arising from bonus issue in subsidiaries	Foreign exchange reserve	Accumulated losses	Total	Minority interests	Total equity
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
At 1-4-2008	263,160	12,161	44,527	437	26,758	(1,270)	(46,375)	299,398	100,727	400,125
Translation loss not recognised in income statement	-	-	-	-	-	(5,975)	-	(5,975)	-	(5,975)
Net profit for the year	-	-	-	-	-	-	46,160	46,160	24,467	70,627
Acquisition of minority interest by a subsidiaries	-	-	-	-	-	-	(24)	(24)	(1,728)	(1,752)
Dividend paid	-	-	-	-	-	-	(4,935)	(4,935)	-	(4,935)
Dividend paid to minority shareholders of a subsidiary	-	-	-	-	-	-	-	-	(3,800)	(3,800)
Purchase of treasury shares by a subsidiary	-	-	-	-	-	-	-	-	(1,413)	(1,413)
Redemption of RCLS by minority shareholders of a subsidiary	-	-	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-	(1,041)	(1,041)
At 31-3-2009	263,160	12,161	44,527	437	26,758	(7,245)	(5,174)	334,624	117,212	451,836

The condensed consolidated statements of changes in equity should be read in conjunction with the audited financial statements for the year ended 31 March 2009 and the accompanying explanatory notes attached to the interim financial statements.

KUMPULAN FIMA BERHAD
(Company No.:11817-V)
(Incorporated in Malaysia)

Condensed Consolidated Cash Flow Statements for the First Quarter Ended 30 June 2009
Except as disclosed otherwise, the figures have not been audited

	← To Date →	
	30-06-2009	30-06-2008
	RM'000	RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	31,792	26,201
Adjustment for:		
Non-cash items	4,324	3,906
Operating profit before working capital changes	36,116	30,107
Increase in inventories	(9,105)	(420)
Decrease in receivables	4,778	2,874
Increase in net amount due from related companies	(33)	-
Decrease in payables	(11,533)	(4,786)
Cash generated from operations	20,223	27,775
Interest paid	(832)	(1,097)
Taxes paid	(1,829)	(3,871)
Retirement benefits paid	(51)	(53)
Net cash generated from operating activities	17,511	22,754
CASH FLOWS FROM INVESTING ACTIVITIES		
Addition to biological assets	(756)	(226)
Proceeds from disposal of property, plant and equipment	30	48
Purchase of property, plant and equipment	(4,700)	(5,129)
Purchase of investment property	(643)	-
Acquisition of minority interest by a subsidiary	-	(1,971)
Interest received	68	184
Net cash used in investing activities	(6,001)	(7,094)
CASH FLOWS FROM FINANCING ACTIVITIES		
Net drawdown/(repayment) of revolving credit facility	5,000	(10,500)
Net (repayment)/drawdown of short term borrowings	(7,992)	5,573
Acquisition of treasury shares by a subsidiary	(29)	(384)
Increase in deposits on lien	(8)	-
Net cash used in financing activities	(3,029)	(5,311)
NET INCREASE IN CASH AND CASH EQUIVALENTS	8,481	10,349
CASH AND CASH EQUIVALENTS AT BEGINNING OF FINANCIAL PERIOD	32,831	27,638
CASH AND CASH EQUIVALENTS AT END OF FINANCIAL PERIOD	41,312	37,987
CASH AND CASH EQUIVALENTS COMPRISE:		
Cash and bank balances	14,270	26,651
Fixed deposits with financial institutions *	41,004	19,037
Secured bank overdrafts	(13,962)	(7,701)
	41,312	37,987
* Fixed deposits with financial institutions comprise:		
Fixed deposits	46,045	25,825
less : Deposits on lien	(5,041)	(6,788)
	41,004	19,037

- PART A - FRS 134 requirements
- PART B - Bursa Malaysia Securities Berhad ("Bursa Securities") Listing Requirements

PART A - REQUIREMENT OF FRSs

A1. Accounting policies

The interim financial statements are unaudited and have been prepared in accordance with the requirements of FRS 134: Interim Financial Reporting and paragraph 9.22 of the Listing Requirements of the Bursa Securities.

The interim financial statements should be read in conjunction with the audited financial statements for the year ended 31 March 2009. The explanatory notes attached to the interim financial statements provide an explanation of events and transactions that are significant to the understanding of the changes in the financial position and performance of the Group since the financial year ended 31 March 2009.

A2. Changes in accounting policies

The significant accounting policies adopted are consistent with those of the statutory audited financial statements for the financial year ended 31 March 2009.

At the date of authorisation of these interim financial statements, the following new FRSs, amendments to FRS and Interpretations were issued but not yet effective and have not been applied by the Group.

FRSs, Amendments and Interpretations	Effective for financial period beginning on or after
FRS 4 Insurance contracts	1 January 2010
FRS 7 Financial instruments: Disclosures	1 January 2010
FRS 8 Operating segments	1 July 2009
FRS 123 Borrowing costs	1 January 2010
FRS 139 Financial instruments: Recognition and measurement	1 January 2010
Amendments to FRS 1: First-time adoption of financial reporting standards and FRS 127 Consolidated and Separate Financial Statements: Cost of and investment in a subsidiary, jointly controlled entity and associate	1 January 2010
Amendments to FRS 2: Share-based payment: Vesting conditions and cancellations	1 January 2010
IC Interpretation 9 : Reassessment of embedded derivatives	1 January 2010
IC Interpretation 10 : Interim financial reporting and impairment	1 January 2010
IC Interpretation 11 : FRS 2 - Group and treasury share transactions	1 January 2010
IC Interpretation 13 : Customer loyalty programmes	1 January 2010
IC Interpretation 14 : FRS 119 - The limit on a defined benefit asset, minimum funding requirement and their interaction	1 January 2010

The adoption of the above FRSs, amendments to FRS and Interpretations upon their effective dates are expected to have no significant impact on the financial statements of the Group. The Group is exempted from disclosing the possible impact, if any, to the financial statements upon the initial application of FRS 7 and FRS 139 by virtue of exemptions stipulated in FRS 7 and FRS 139.

A3. Auditors' Report on Preceding Annual Financial Statements.

The financial statements of the Group for the financial year ended 31 March 2009 were not subject to any audit qualification.

A4. Seasonal and cyclical factors

The manufacturing segment is affected by cyclical changes in volumes of certain jobs whilst the plantation segment is affected by seasonal crop production, weather conditions and fluctuating commodity prices.

A5. Unusual items affecting the financial statements

There were no unusual items affecting the financial statements of the Group for the current quarter.

A6. Changes in estimates

There were no changes in estimates arising from the adoption of the new and/or revised FRSs, that have had a material effect on the current quarter's results.

A7. Issuances, cancellation, repurchases, resale and repayment of debts and equity securities

There were no issuances, cancellations, repurchases, resale and repayments of debts and equity securities for the current quarter.

A8. Dividend paid

There was no dividend paid during the current quarter (30 June 2008: Nil).

A9. Segmental revenue and results for business segments

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter 30-06-2009	Preceding Year Corresponding Quarter 30-06-2008	Current Year To Date 30-06-2009	Preceding Year Corresponding Period 30-06-2008
Revenue	RM'000	RM'000	RM'000	RM'000
Manufacturing*	40,903	38,302	40,903	38,302
Property investment	855	1,192	855	1,192
Bulking	10,402	11,992	10,402	11,992
Food	14,547	13,365	14,547	13,365
Plantation	21,721	25,331	21,721	25,331
Trading	2,239	1,964	2,239	1,964
Others	7,288	298	7,288	298
	97,955	92,444	97,955	92,444
Elimination of inter-segment sales	(5,293)	(229)	(5,293)	(229)
	92,662	92,215	92,662	92,215

A9. Segmental revenue and results for business segments (contd)

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter 30-06-2009	Preceding Year Corresponding Quarter 30-06-2008	Current Year To Date 30-06-2009	Preceding Year Corresponding Period 30-06-2008
	RM'000	RM'000	RM'000	RM'000
Profit before taxation				
Manufacturing*	11,292	10,411	11,292	10,411
Property investment	38	(169)	38	(169)
Bulking	4,527	5,777	4,527	5,777
Food	1,507	77	1,507	77
Plantation	6,146	9,534	6,146	9,534
Trading	344	634	344	634
Others	4,656	(2,041)	4,656	(2,041)
	28,510	24,223	28,510	24,223
Associated companies	3,282	1,978	3,282	1,978
	31,792	26,201	31,792	26,201

* Production and trading of security documents.

A10. Valuation of property, plant and equipment

The valuations of land and building have been brought forward from the last financial statements for the year ended 31 March 2009.

A11. Subsequent material events

There were no material events subsequent to the end of current quarter.

A12. Inventories

During the quarter, there was no significant write-down or write-back of inventories.

A13. Changes in the composition of the Group

There were no changes in the composition of the Group for the financial period to date including business combinations, acquisition or disposal of subsidiaries and long term investments, restructuring and discontinued operations.

A14. Changes in contingent liabilities

There were no additional contingent liabilities during the current quarter, except as disclosed in Note B11 herein.

A15. Significant acquisition of property, plant and equipment

As at end of the current quarter the Group's significant acquisitions of property, plant and equipment are as follows :

	Current Year To Date <u>RM'000</u>
Plant and equipment	3,300
Vehicles	1,125
Furniture, fittings and computers	87
	<u>4,512</u>

A16. Capital commitments

The amount of commitments not provided for in the interim financial statements as at 30 June 2009 were as follows:

	Current Year To Date <u>RM'000</u>
Property, plant and equipment	
Approved and contracted for	3,510
Approved but not contracted for	32,620
	<u>36,130</u>

A17. Related party transactions

The Group's material related party transactions at the end of current quarter were as follows:

KFB and its subsidiaries	Transacting parties	Relationship	Nature of transactions	RM'000
Kumpulan Fima Berhad	BHR Enterprise Sdn Bhd	Common Shareholders/ Directors	Advisory services	(30)
Fima Corporation Berhad	Nationwide Express Courier Services Bhd	Common Shareholders	Purchase made - delivery services	(60)
			Rental income	23
	Nationwide Freight Forwarders Sdn Bhd	Common Shareholders	Purchase made - forwarding services	(58)

PART B - BURSA SECURITIES LISTING REQUIREMENTS

B1. Review of performance

The revenue for the Group of RM92.66 million recorded for the 3 months period ended 30 June 2009 was marginally higher as compared to RM92.22 million recorded in the previous corresponding period.

The Group's profit before taxation ("PBT") for the period stood at RM31.79 million, which was RM5.59 million or 21.3% higher than last year's of RM26.20 million. The increase was generally due to recognition of capital gain of RM5.25 million from the disposal of Banding Island Resort.

B2. Comparison with preceding quarter's results

The Group's PBT for the current quarter of RM31.79 million is RM11.56 million (or 57.1%) higher as compared to PBT of RM20.23 million recorded in the preceding quarter. This increase was generally due to better profit recorded by Manufacturing, Plantation and share of profit from associates.

B3. Prospects

The Directors expect the performance of the Group to be satisfactory for the remaining period of the year.

B4. Explanatory notes on variances with profit forecasts or profit guarantees

The Group did not issue any profit forecast and/or profit guarantee to the public.

B5. Taxation

Taxation comprises the following:

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter 30-06-2009	Preceding Year Corresponding Quarter 30-06-2008	Current Year To Date 30-06-2009	Preceding Year Corresponding Period 30-06-2008
	RM'000	RM'000	RM'000	RM'000
Current taxation	5,967	7,140	5,967	7,140

Note :

The effective tax rate on Group's profit to date is lower than the statutory tax rate mainly due to the effect of the recognition of capital gain of RM5.25 million from the disposal of Banding Island Resort, which is tax exempted.

B6. Profits/(losses) on sale of unquoted investments and/or properties

There were no sale of unquoted investments and/or properties during the current quarter.

B7. Purchase or disposal of quoted securities

There were no purchase or disposal of quoted securities during the current quarter.

B8. Corporate proposals

There were no changes in the composition of the Group for the current quarter and financial period to date including business combination, acquisition or disposal of subsidiaries and long term investment, restructuring and discontinued operations.

B9. Borrowings and debt securities

	As at 30-06-2009 RM'000	As at 31-03-2009 RM'000
Secured:		
Current	55,685	63,666
Non-current	28,358	21,939
	<u>84,043</u>	<u>85,605</u>

B10. Off balance sheet financial instruments

As at the reporting date, the Group does not have any off balance sheet financial instruments.

B11. Changes in material litigations

Pending material litigations since preceeding quarter are as follows:

- (a) Following the termination of the Tenancy Agreement by Malaysia Airports Holding Berhad ("MAHB") on 11 May 2000, a subsidiary of Kumpulan Fima Berhad ("KFima"), Fima Corporation Berhad ("FimaCorp"), as the Principal Tenant issued a termination notice dated 15 May 2000 to all its respective sub-tenants at Airtel Complex.

Pursuant to the above, on 28 September 2001, FimaCorp was served a Writ of Summons dated 9 August 2001 from a tenant ("Plaintiff") claiming for a compensation sum of approximately RM2.12 million being the renovation costs and general damages arising from the early termination of the Tenancy Agreement at Airtel Complex, in Subang. The Board of FimaCorp had sought the advice of the solicitors and was of the opinion that there should be no compensation payable to the Plaintiff as the demised premises was acquired by a relevant authority, MAHB, which was provided in the Tenancy Agreement between FimaCorp and the Plaintiff.

On 24 June 2002, the Plaintiff filed its amended Writ of Summons and Statement of Claim, naming MAHB as the Second Defendant and on 14 January 2003, served the same to FimaCorp. On 20 January 2003, FimaCorp's solicitors filed an amended Statement of Defence and on 22 April 2003, the Second Defendant obtained an order in terms from Courts to strike out the Plaintiff's claim.

The Plaintiff served its Application for Summons in Chambers on FimaCorp on 15 December 2003. Subsequently, FimaCorp replied to the Plaintiff on 16 December 2003 expressly stipulating that the Rules of the High Court requires the Plaintiff to file a Notice of Pre-Trial Case Management seeking the directions of the Judge as to the further conduct of the matter.

B11. Changes in material litigations (contd)

- (a) On 11 November 2008, the Court had disposed off this matter summarily in favour of the Plaintiff and on 4 March 2009, FimaCorp had filed its Record of Appeal to the Court of Appeal to appeal against the decision. The Court of Appeal has yet to fix the Hearing date for the appeal. The subsidiary had made full provision for the compensation claim.

- (b) A wholly-owned subsidiary of FimaCorp ("Plaintiffs") had served a Writ of Summons against a third party for arrears of rental income and other expenses amounting to RM1.70 million. The Defendant filed their Statement of Defence denying the tenancy contract and counter claim for over payment of RM2.06 million.

On 7 February 2003, the High Court ruled in the Plaintiff's favour in respect of Plaintiff's application for Summary Judgement for the sum of RM1.18 million. The High Court also ordered that the remaining claim of RM0.52 million be proceeded with full trial.

On 6 March 2003, the Defendant had filed their Notice of Appeal to the Court of Appeal against the High Court decision. On 7 January 2009, the Defendant's appeal was allowed with costs by the Court of Appeal and the Plaintiff's Judgment for RM1.18 million was set aside. The Defendant is given unconditional leave to defend the claim and the matter is now fixed for Case Management on 29 October 2009 and the trial on 23 - 25 November 2009 at the Kuala Lumpur High Court.

- (c) The Company ("Defendant") was served with a Writ of Summons together with a Statement of Claim on 29 September 2005 by the ex-employees of the Company ("Plaintiffs"). The Plaintiffs claimed for an alleged sum of RM1.73 million together with 8.0% interest per annum under the Defendant's Employment Benefit Scheme pursuant to the Trust Deed dated 16 June 1992.

The Defendant had appointed Messrs. Gideon Tan Razali Zaini who had entered appearance on the Company's behalf on 7 October 2005 to defend the case.

On 10 April 2006, the solicitors had filed the Defendant's application to strike out the Plaintiffs' suit. However, the Court had dismissed the application on 6 August 2007.

On 21 April 2006, the Plaintiffs had filed an application for summary judgment pursuant to Order 14 of Rules of High Court 1980 but later withdrew the application on 17 September 2007.

The Defendant had, on 14 August 2007 filed Notice of Appeal to the Judge in Chambers against the Senior Assistant Registrar's decision to dismiss the Defendant's application to strike out suit on the grounds that the Plaintiff's claim is time barred.

On 2 July 2008, the Court had dismissed the Defendant's appeal. The Court had, on 23 April 2009 adjourned the case management of this matter to 26 August 2009.

No provision has been made in the financial statements as at 31 March 2009 as the directors, based on legal advice, are of the opinion that the probability of the liabilities materialising is remote.

B12. Dividends

The Directors of the Company do not recommend any interim dividend during the current quarter.

B13. Earnings per share

The basic earnings per share are calculated as follows:

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter 30-06-2009	Preceding Year Corresponding Quarter 30-06-2008	Current Year To Date 30-06-2009	Preceding Year Corresponding Period 30-06-2008
Profit attributable to ordinary equity holders of the parent (RM'000)	18,455	9,976	18,455	9,976
Number of ordinary shares in issue ('000)	263,160	263,160	263,160	263,160
Basic earnings per share (sen)	<u>7.01</u>	<u>3.79</u>	<u>7.01</u>	<u>3.79</u>

By order of the Board

MOHD YUSOF BIN PANDAK YATIM (MIA 4110)

JASMIN BINTI HOOD (LS0009071)

Company Secretaries

Kuala Lumpur

Dated : 20 August 2009