

**KUMPULAN FIMA BERHAD**

(Company No.:11817-V)

(Incorporated in Malaysia)

**Condensed Consolidated Statement of Comprehensive Income**  
**For the Second Quarter Ended 30 September 2011**  
**Except as disclosed otherwise, the figures have not been audited**

	Note	Individual Quarter		Cumulative Quarter	
		Current Year Quarter 30-09-2011	Preceding Year Corresponding Quarter 30-09-2010	Current Year To Date 30-09-2011	Preceding Year Corresponding Period 30-09-2010
		RM'000	RM'000	RM'000	RM'000
Revenue	A9	118,343	106,645	246,113	217,396
Cost of sales		(63,887)	(61,097)	(128,077)	(120,458)
<b>Gross profit</b>		<b>54,456</b>	<b>45,548</b>	<b>118,036</b>	<b>96,938</b>
Other income		2,272	1,976	4,023	4,345
Administrative expenses		(14,789)	(12,069)	(27,354)	(22,141)
Selling and marketing expenses		(1,130)	(883)	(1,938)	(1,860)
Other expenses		(4,437)	(2,744)	(8,109)	(7,879)
		(20,356)	(15,696)	(37,401)	(31,880)
Finance costs		(554)	(1,037)	(1,200)	(1,679)
Share of profit/(loss) of associates		1,163	(455)	2,971	1,648
<b>Profit before taxation</b>	A9	<b>36,981</b>	<b>30,336</b>	<b>86,429</b>	<b>69,372</b>
Income tax expense	B5	(11,079)	(8,198)	(22,222)	(18,171)
<b>Profit net of tax for the period</b>		<b>25,902</b>	<b>22,138</b>	<b>64,207</b>	<b>51,201</b>
<b>Other comprehensive income</b>					
Foreign currency translation differences for foreign operations		9,170	(2,653)	14,526	(3,364)
<b>Total comprehensive income for the period</b>		<b>35,072</b>	<b>19,485</b>	<b>78,733</b>	<b>47,837</b>
<b>Profit attributable to :</b>					
Owners of the Company		16,938	14,810	41,191	32,174
Minority interests		8,964	7,328	23,016	19,027
<b>Profit net of tax for the period</b>		<b>25,902</b>	<b>22,138</b>	<b>64,207</b>	<b>51,201</b>
<b>Total comprehensive income attributable to :</b>					
Owners of the Company		26,108	12,157	55,717	28,810
Minority interests		8,964	7,328	23,016	19,027
<b>Total comprehensive income for the period</b>		<b>35,072</b>	<b>19,485</b>	<b>78,733</b>	<b>47,837</b>
<b>Earnings per share attributable to owners of the Company:</b>					
Basic earnings per share (sen)		6.44	5.63	15.65	12.23

**KUMPULAN FIMA BERHAD**

(Company No.:11817-V)

(Incorporated in Malaysia)

**Condensed Consolidated Statement of Financial Position as at 30 September 2011****Except as disclosed otherwise, the figures have not been audited**

	As At End Of Current Quarter 30-09-2011 (Unaudited) <u>RM'000</u>	As At Preceding Financial Year Ended 31-03-2011 (Audited) <u>RM'000</u>
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	222,106	222,465
Investment properties	85,754	86,465
Biological assets	83,680	79,512
Interests in associates	32,713	41,556
Deferred tax assets	4,243	4,244
Goodwill on consolidation	13,055	13,055
	<u>441,551</u>	<u>447,297</u>
<b>Current Assets</b>		
Inventories	84,370	60,587
Trade receivables	112,807	96,612
Other receivables	21,259	9,082
Cash and bank balances	251,480	217,934
	<u>469,916</u>	<u>384,215</u>
<b>TOTAL ASSETS</b>	<u>911,467</u>	<u>831,512</u>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity attributable to owners of the Company</b>		
Share capital	263,160	263,160
Reserves	241,199	199,298
	<u>504,359</u>	<u>462,458</u>
Minority interests	201,117	182,813
<b>Total equity</b>	<u>705,476</u>	<u>645,271</u>
<b>Non-current liabilities</b>		
Long term borrowings	7,385	21,132
Retirement benefit obligations	1,061	1,291
Deferred tax liabilities	16,489	16,387
	<u>24,935</u>	<u>38,810</u>
<b>Current Liabilities</b>		
Short term borrowings	23,817	45,628
Trade payables	69,191	43,561
Other payables	50,586	46,541
Dividend payable	13,816	-
Provision for compensation claim	2,120	2,120
Taxation	21,526	9,581
	<u>181,056</u>	<u>147,431</u>
<b>Total liabilities</b>	<u>205,991</u>	<u>186,241</u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<u>911,467</u>	<u>831,512</u>
Net assets per share (RM)	<u>1.92</u>	<u>1.76</u>

The condensed consolidated statement of financial position should be read in conjunction with the audited financial statements for the year ended 31 March 2011.

**KUMPULAN FIMA BERHAD**

(Company No.:11817-V)

(Incorporated in Malaysia)

**Condensed Consolidated Statements of Changes in Equity**  
**For the Second Quarter Ended 30 September 2011**  
**Except as disclosed otherwise, the figures have not been audited**

Attributable to Owners of the Company

Non-distributable

**2011/12**

Group	Share capital	Share premium	Revaluation reserve	Capital reserve	Capital reserve arising from bonus issue in subsidiaries	Foreign exchange reserve	Retained profit	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
<b>At 30-04-2011</b>	263,160	12,161	43,313	437	26,758	7,817	108,812	462,458	182,813	645,271
Total comprehensive income for the period	-	-	-	-	-	14,526	41,191	55,717	23,016	78,733
Dividend	-	-	-	-	-	-	(13,816)	(13,816)	-	(13,816)
Dividend paid to minority shareholders of a subsidiary	-	-	-	-	-	-	-	-	(4,712)	(4,712)
<b>At 30-09-2011</b>	263,160	12,161	43,313	437	26,758	22,343	136,187	504,359	201,117	705,476

Group	Share capital	Share premium	Revaluation reserve	Capital reserve	Capital reserve arising from bonus issue in subsidiaries	Foreign exchange reserve	Retained profit	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
<b>At 1-4-2010</b>	263,160	12,161	41,225	437	26,758	9,552	47,654	400,947	139,094	540,041
Total comprehensive income for the period	-	-	-	-	-	(3,364)	32,174	28,810	19,027	47,837
Dividend	-	-	-	-	-	-	(9,868)	(9,868)	-	(9,868)
Redemption of RCLS by minority shareholders	-	-	-	-	-	-	-	-	(1,778)	(1,778)
<b>At 30-9-2010</b>	263,160	12,161	41,225	437	26,758	6,188	69,960	419,889	156,343	576,232

The condensed consolidated statements of changes in equity should be read in conjunction with the audited financial statements for the year ended 31 March 2011 and the accompanying explanatory notes attached to the interim financial statements.

**KUMPULAN FIMA BERHAD**

(Company No.:11817-V)

(Incorporated in Malaysia)

**Condensed Consolidated Statements of Cash Flow for the Second Quarter Ended 30 September 2011**

**Except as disclosed otherwise, the figures have not been audited**

	← To Date →	
	30-09-2011	30-09-2010
	RM'000	RM'000
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit before taxation	86,429	69,372
Adjustment for:		
Depreciation for property, plant and equipment	9,939	9,035
Depreciation of investment properties	849	814
Amortisation of biological assets	3,315	2,816
Impairment loss on trade receivables	325	-
Bad debt recovered	-	(19)
(Write back)/provision for retirement benefit obligation	(53)	28
Writedown of inventories	7	126
Gain on disposal of property, plant and equipment	(50)	(34)
Share of result of associates	(2,971)	(1,648)
Interest expense	553	991
Interest income	(3,196)	(1,479)
Operating profit before working capital changes	95,147	80,002
Increase in inventories	(20,881)	(367)
Increase in receivables	(17,380)	(18,957)
Decrease in net amount due from related companies	-	1
Increase in payables	20,020	16,236
Cash generated from operations	76,906	76,915
Interest paid	(553)	(991)
Taxes paid	(11,795)	(17,401)
Retirement benefits paid	(207)	(18)
Net cash generated from operating activities	64,351	58,505
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Addition to biological assets	(4,334)	(1,696)
Proceeds from disposal of property, plant and equipment	49	55
Proceeds from disposal of investment	11,812	-
Purchase of property, plant and equipment	(3,989)	(3,643)
Interest received	3,196	1,479
Redemption of Redeemable Cumulative Loan Stock (RCLS)	-	(1,778)
Net cash generated from/(used in) investing activities	6,734	(5,583)
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Net repayment of revolving credit facility	(14,000)	(12,700)
Net repayment of short term borrowings	(25,116)	(3,435)
Net dividend received from an associated company	-	5,820
Dividend paid to minority shareholders of a subsidiary	(4,712)	-
Increase in deposits on lien	(23)	(16)
Net cash used in financing activities	(43,851)	(10,331)
<b>CASH AND CASH EQUIVALENTS</b>		
Net Increase	27,234	42,591
Effect Of Foreign Exchange Rate Changes In Cash And Cash Equivalents	2,731	(412)
At Beginning Of Financial Period	214,758	121,269
At End Of Financial Period	244,723	163,448
<b>CASH AND CASH EQUIVALENTS COMPRISE:</b>		
Cash and bank balances	13,002	29,596
Fixed deposits with financial institutions *	235,279	135,607
Secured bank overdrafts	(3,558)	(1,755)
	244,723	163,448
* Fixed deposits with financial institutions comprise:		
Fixed deposits	238,478	138,729
less : Deposits on lien	(3,199)	(3,122)
	235,279	135,607

- 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 2011. These 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 2011.

##### **A2. Changes in accounting policies**

The significant accounting policies adopted are consistent with those of the audited financial statements for the year ended 31 March 2011 except for the adoption of the following Financial Reporting Standards ("FRS"), revised FRSs, Amendments to FRSs and IC Interpretations.

###### **Effective for financial periods beginning on or after 1 July 2010:**

FRS 1 : First-time Adoption of Financial Reporting Standards  
FRS 3 : Business Combinations (revised)  
Amendments to FRS 2: Share-based payment  
Amendments to FRS 5: Non-current Assets Held for Sale and Discontinued Operations  
Amendment to FRS 127: Consolidated and Separate Financial Statements  
Amendment to FRS 138: Intangible Assets  
Amendment to IC Interpretation 9 : Reassessment of Embedded Derivatives  
IC Interpretation 12: Service Concession Arrangement  
IC Interpretation 16: Hedges of a Net Investment in a Foreign Operation  
IC Interpretation 17: Distributions of Non-cash Assets to Owners

###### **Effective for financial periods beginning on or after 1 January 2011:**

Amendments to FRS 1: Limited exemption from Comparative FRS 7 Disclosure for First-time Adopters  
Amendments to FRS 1: Additional Exemption from Comparative FRS 7 Disclosure for First-time Adopters  
Amendments to FRS 2: Group Cash-settle Share Based Payment Transaction  
Amendments to FRS 7: Improving Disclosures about Financial Instruments  
Amendments to FRSs contained in the document entitled "Improvements to FRSs (2010)"  
IC Interpretation 4: Determining whether an Arrangement contains a lease  
IC Interpretation 18: Transfers of Assets from Customers

###### **Effective for financial periods beginning on or after 1 July 2011:**

Amendment to IC Interpretation 14 : Prepayments of a Minimum Funding Requirement  
IC Interpretation 19: Extinguishing Financial Liabilities with Equity Instruments

###### **Effective for financial periods beginning on or after 1 January 2012:**

FRS 124: Related Party Disclosures  
IC Interpretation 15: Agreements for the Construction of Real Estate

The directors expect that the adoption of the standards and interpretations above will have no material impact on the financial statements in the period of initial application.

**A3. Auditors' Report on Preceding Annual Financial Statements.**

The financial statements of the Group for the financial year ended 31 March 2011 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 would have 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 other than the following:

At the Extraordinary General Meeting held on 21 September 2011, the shareholders had approved on the proposed establishment of an Employee Share Scheme of up to ten percent (10%) of the issued and paid-up share capital of the Company which is equivalent to 26,316,000 shares. Subsequently, on 10 October 2011, the Company launched the Employees Share Scheme at an option price of RM1.48 per share.

**A8. Dividend paid**

During the current quarter, the Company's shareholders had approved a final dividend of 7% less 25% income tax in respect of the financial year ended 31 March 2011 amounting to RM13,815,900 at the Annual General Meeting held on 21 September 2011. The dividend was subsequently paid on 20 October 2011.

**A9. Segmental revenue and results for business segments**

	Individual Quarter		Cumulative Quarter	
	Current Year	Preceding Year	Current Year	Preceding Year
	30-09-2011	30-09-2010	30-09-2011	30-09-2010
	RM'000	RM'000	RM'000	RM'000
<b>Revenue</b>				
Manufacturing*	51,842	49,783	104,153	99,600
Plantation	23,888	23,125	63,169	54,438
Bulking	15,525	13,241	29,836	24,923
Food	23,782	17,771	42,435	32,169
Others	9,159	10,328	16,416	15,897
	124,196	114,248	256,009	227,027
Elimination of inter-segment sales	(5,853)	(7,603)	(9,896)	(9,631)
	118,343	106,645	246,113	217,396

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

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter 30-09-2011	Preceding Year Corresponding Quarter 30-09-2010	Current Year To Date 30-09-2011	Preceding Year Corresponding Period 30-09-2010
<b>Profit before taxation</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
Manufacturing*	18,186	13,992	33,594	33,796
Plantation	10,617	9,900	33,259	23,429
Bulking	8,150	6,510	15,447	11,960
Food	3,729	1,480	7,401	2,778
Others	(4,864)	5,669	(6,243)	2,521
	35,818	37,551	83,458	74,484
Associated companies	1,163	(455)	2,971	1,648
	36,981	37,096	86,429	76,132
Elimination of inter-segment sales	-	(6,760)	-	(6,760)
	<u>36,981</u>	<u>30,336</u>	<u>86,429</u>	<u>69,372</u>

\* 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 2011.

**A11. Subsequent material events**

There were no material event subsequent to the end of the 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**

The Company's subsidiary, Fima Corporation Berhad, had on 15 July 2011 divested 10% equity interest comprising five million ordinary shares of RM1.00 each in associate company, Geisecke & Devrient Malaysia Sdn. Bhd. ("G&D") for a cash consideration of RM11.8 million, equivalent to 10% of G&D's net equity as at 30 June 2011. Consequently, the Company's equity interest in the associate company decreased from 30% to 20%.

**A14. Changes in contingent liabilities**

There were no additional contingent liabilities during the current quarter, except as disclosed in Note B12 herein.

**A15. Significant acquisition of property, plant and equipment**

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

	Current Year To Date RM'000
Plant and equipment	1,736
Vehicles	1,190
Buildings	750
Furniture, fittings and computers	313
	<u>3,989</u>

**A16. Capital commitments**

The amount of commitments not provided for in the interim financial statements as at 30 September 2011 were as follows:

	Current Year To Date RM'000
Property, plant and equipment	
Approved and contracted for	3,819
Approved but not contracted for	29,045
	<u>32,864</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	(60)
Fima Corporation Berhad	Nationwide Express Courier Services Bhd	Common Shareholders/ Directors	Rental income	47
Percetakan Keselamatan Nasional Sdn. Bhd.	Nationwide Express Courier Services Bhd	Common Shareholders/ Directors	Purchase made - delivery services	(74)
	Nationwide Freight Forwarders Sdn Bhd	Common Shareholders/ Directors	Purchase made - forwarding services	(6)



**PART B - BURSA SECURITIES LISTING REQUIREMENTS**

**B1. Review of performance**

**Group Performance**

(RM Million)	Current YTD	Previous YTD	Variance	%
Revenue	246.11	217.39	28.72	13.2
Profit Before Tax	86.43	69.37	17.06	24.6

The Group revenue for the 6 months period ended 30 September 2011 stood at RM246.11 million as compared to RM217.39 million in the previous corresponding period, an improvement of RM28.72 million (13.2%) which was contributed by all the divisions.

The Group's profit before taxation ("PBT") for the period stood at RM86.43 million, which was RM17.06 million or 24.6% higher than last year's of RM69.37 million. The increase was mainly contributed by the plantation, bulking and food division.

The performance of each business division is as follows:

**Manufacturing Division**

(RM Million)	Current YTD	Previous YTD	Variance	%
Revenue	104.15	99.60	4.55	4.6
Profit Before Tax	33.59	33.79	(0.20)	(0.6)

The revenue in **manufacturing division** increased by 4.6% to RM104.15 million from 99.60 million last year. The increase was mainly due to improved volume for travel documents. The impact of the higher revenue was offset by less favorable sales mix, resulting in 0.6% decrease in pretax profit compared to the corresponding period last year.

**Plantation Division**

(RM Million)	Current YTD	Previous YTD	Variance	%
Revenue	63.17	54.44	8.73	16.0
Profit Before Tax	33.26	23.43	9.83	42.0

The revenue in **plantation division** increased by 16% or RM8.7 million to RM63.17 million compared to the corresponding period last year. For the Indonesia subsidiary, average net selling price of crude palm oil (net of duty and transportation cost) realised for the 1st half year increased from RM2,166/mt achieved in the previous year to RM2,490/mt. Following the commissioning of the palm kernel crusher plant during last financial year, 2,489 mt crude palm kernel oil was sold at an average net selling price (net of duty and transportation cost) of RM3,388/mt. Due to the higher revenue recorded, the division registered a pretax profit of RM33.26 million, an improvement of RM9.83 million over last year.

**Bulking Division**

(RM Million)	Current YTD	Previous YTD	Variance	%
Revenue	29.84	24.92	4.92	19.7
Profit Before Tax	15.45	11.96	3.49	29.2

**Bulking Division** recorded higher revenue by RM4.92 million to RM29.84 million as compared to the same period last year at RM24.92 million. The increase was due to higher throughput recorded during the period mainly for oleochemical and industrial chemical products.

**Review of performance (Contd)**

**Food Division**

(RM Million)	Current YTD	Previous YTD	Variance	%
Revenue	42.44	32.17	10.27	31.9
Profit Before Tax	7.40	2.78	4.62	166.2

**Food Division** recorded higher revenue by RM10.27 million to RM42.44 million as compared to the same period last year at RM32.17 million. The increase was contributed by 12% increase in the sale volume of canned mackerel coupled with 5% increase in the selling price for the current period

**B2. Comparison with preceding quarter's results**

**Group Performance**

(RM Million)	QTR 2 FY 2012	QTR 1 FY 2012	Variance	%
Revenue	118.34	127.77	(9.43)	(7.4)
Profit Before Tax	36.98	49.45	(12.47)	(25.2)

During the current quarter, the Group recorded a revenue of RM118.34 lower by RM9.43 million or 7.4% as opposed to revenue recorded in the preceding quarter.

In line with the reduction in the revenue, the group's profit before tax also dropped by RM12.47 million or 25.2% mainly due to lower profit recorded by the plantation division.

The performance of each business division is as follows:

**Manufacturing Division**

(RM Million)	QTR 2 FY 2012	QTR 1 FY 2012	Variance	%
Revenue	51.84	52.31	(0.47)	(0.9)
Profit Before Tax	18.19	15.41	2.78	18.0

**Manufacturing division** shown no significant change in the revenue for the current quarter as compared to the preceding quarter. Due to better sales mix, profit before tax increased by RM2.8 million to RM18.2 million in the 2nd quarter compared to the 1st quarter.

**Plantation Division**

(RM Million)	QTR 2 FY 2012	QTR 1 FY 2012	Variance	%
Revenue	23.89	39.28	(15.39)	(39.2)
Profit Before Tax	10.62	22.64	(12.02)	(53.1)

**Plantation division** recorded lower revenue by RM15.39 million to RM23.89 million in the 2nd quarter compared to the 1st quarter. The shortfall was due to additional revenue recorded in the 1st quarter from sale of crude palm kernel oil and crude palm oil carried forward from the previous financial year.

**Comparison with preceding quarter's results (contd)**

**Bulking Division**

(RM Million)	QTR 2	QTR 1	Variance	%
	FY 2012	FY 2012		
Revenue	15.52	14.31	1.21	8.5
Profit Before Tax	8.15	7.30	0.85	11.6

**Bulking division** recorded higher revenue by RM1.21 million to RM15.52 million in the current quarter compared to preceding quarter of RM14.31 million. The increased was mainly derived from the storage of oleochemical product and base oil product

**Food Division**

(RM Million)	QTR 2	QTR 1	Variance	%
	FY 2012	FY 2012		
Revenue	23.78	18.65	5.13	27.5
Profit Before Tax	3.73	3.67	0.06	1.6

**Food division** recorded higher revenue by RM5.13 million to RM23.78 million in the current quarter compared to preceding quarter of RM18.65 million. The increased was due to higher sales volume of mackerel by 15.2% in the current quarter compared to the preceding quarter.

**B3. Prospects**

The Directors expect the performance of the Group to be satisfactory for the remaining period of the year. The prospect of each business division for the remaining financial year is as follows:

**Manufacturing division** expected to record lower revenue in the second half year due to cyclical demand on certain job. However, the Directors look forward to a continued good performance for the rest of the year.

**Plantation division.** The performance is affected by adverse weather condition and world's price of CPO. Barring unforeseen circumstances, the performance of the division is expected to remain satisfactory for the remaining period of the financial year.

The **Bulking division** is expected to maintain the performance of the the first half of the financial year in the second half year due to mix demand for the storage facilities from the clients.

**Food division.** Barring unforeseen circumstances, domestic demand is expected to remain positive for the rest of the year. Another 5% price increase has been announced in October 2011 to mitigate the impact of rising cost of raw materials and maintain margins.

**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	Preceding Year Corresponding Quarter	Current Year To Date	Preceding Year Corresponding Period
	30-09-2011	30-09-2010	30-09-2011	30-09-2010
	RM'000	RM'000	RM'000	RM'000
Current taxation	11,079	8,198	22,222	18,171

The effective tax rate on Group's profit for the current quarter and for year-to-date is higher than the statutory tax rate mainly due to certain expenses disallowed for taxation purposes

**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 30-09-2011 <b>RM'000</b>	As at 31-03-2011 <b>RM'000</b>
<b>Secured:</b>		
Current	23,817	45,628
Non-current	7,385	21,132
	<u>31,202</u>	<u>66,760</u>

**B10. Realised/unrealised profits/losses**

	As at 30-09-2011 <b>RM'000</b>	As at 31-03-2011 <b>RM'000</b>
Total retained profits/(accumulated losses) of Kumpulan Fima Berhad and its subsidiaries:		
- Realised	172,638	115,240
- Unrealised	<u>(32,604)</u>	<u>(22,101)</u>
	140,034	93,139
Total share of retained profits/(accumulated losses) from associated companies:		
- Realised	27,691	32,736
- Unrealised	<u>(4,369)</u>	<u>(7,006)</u>
	23,322	25,730
Add: Consolidation adjustments	<u>(27,169)</u>	<u>(10,057)</u>
Total group retained profits as per consolidated accounts	<u>136,187</u>	<u>108,812</u>

**B11. Off balance sheet financial instruments**

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

**B12. Changes in material litigations**

Pending material litigation since preceeding quarter is as follows:

Following the termination of the Tenancy Agreement by Malaysia Airports Holding Berhad ("MAHB") on 11 May 2000, a subsidiary, 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.

### Changes in material litigations (contd)

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.

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 subsidiary had made full provision for the compensation claim in the financial year ended 31 March 2009.

On 27 September 2011, the Court of Appeal had allowed the Company's appeal against the decision handed down by the High Court. However, the Court of Appeal had directed that the matter be remitted back to the High Court for a full trial.

### B13. Dividends

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

### B14. Earnings per share

The basic earnings per share are calculated as follows:

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter	Preceding Year Corresponding Quarter	Current Year To Date	Preceding Year Corresponding Period
	30-09-2011	30-09-2010	30-09-2011	30-09-2010
Profit attributable to owners of the Company(RM'000)	16,938	14,810	41,191	32,174
Number of ordinary shares in issue ('000)	263,160	263,160	263,160	263,160
Basic earnings per share (sen)	6.44	5.63	15.65	12.23

### By order of the Board

**MOHD YUSOF BIN PANDAK YATIM (MIA 4110)**

**JASMIN BINTI HOOD (LS0009071)**

Company Secretaries

Kuala Lumpur

Dated : 24 November 2011