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

Condensed Consolidated Statement of Comprehensive Income
For the Second Quarter Ended 30 September 2013
Except as disclosed otherwise, the figures have not been audited

	Note	Individual Quarter Current Year Quarter 30-09-2013	Individual Quarter Preceding Year Corresponding Quarter 30-09-2012	Cumulative Quarter Current Year To Date 30-09-2013	Cumulative Quarter Preceding Year Corresponding Period 30-09-2012
		RM'000	**RM'000**	**RM'000**	**RM'000**
Revenue	A9	123,159	127,807	235,965	244,394
Cost of sales		(72,121)	(73,452)	(135,294)	(137,531)
Gross profit		**51,038**	**54,355**	**100,671**	**106,863**
Other income		3,586	3,174	5,008	6,755
Administrative expenses		(16,206)	(17,049)	(31,281)	(29,939)
Selling and marketing expenses		(2,013)	(1,301)	(2,856)	(2,274)
Other expenses		(4,733)	(3,262)	(8,566)	(9,427)
		(22,952)	(21,612)	(42,703)	(41,640)
Finance cost		(239)	(125)	(579)	(451)
Share of profit of associates		1,500	319	678	1,646
Profit before taxation	A9/A10	**32,933**	**36,111**	**63,075**	**73,173**
Income tax expense	B5	(8,787)	(9,387)	(17,774)	(17,562)
Profit net of tax for the period		24,146	26,724	45,301	55,611
Other comprehensive income					
Foreign currency translation differences for foreign operations		(28,332)	4,663	(30,371)	4,663
Total comprehensive income for the period		(4,186)	31,387	14,930	60,274
Profit attributable to :					
Owners of the parent		16,279	19,035	30,788	39,763
Non-controlling interests		7,867	7,689	14,513	15,848
Profit net of tax for the period		24,146	26,724	45,301	55,611
Total comprehensive income attributable to :					
Owners of the parent		(12,053)	23,698	417	44,426
Non-controlling interests		7,867	7,689	14,513	15,848
Total comprehensive income for the period		(4,186)	31,387	14,930	60,274
Earnings per share attributable to owners of the parent (sen per share):					
Basic	B13	6.02	7.16	11.38	14.96
Diluted	B13	6.01	7.13	11.34	14.88

The condensed consolidated statement of comprehensive income should be read in conjunction with the audited financial statements for the year ended 31 March 2013 and the accompanying explanatory notes attached to the interim financial statements.

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

Condensed Consolidated Statement of Financial Position as at 30 September 2013
Except as disclosed otherwise, the figures have not been audited

	As At End Of Current Quarter 30-09-2013 (Unaudited) RM'000	As At Preceding Financial Year Ended 31-03-2013 (Audited) RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	214,904	220,452
Investment properties	72,469	73,310
Biological assets	106,799	100,273
Investment in associates	37,259	37,152
Deferred tax assets	4,331	4,297
Goodwill on consolidation	13,055	13,055
	448,817	448,539
Current Assets		
Inventories	115,091	113,564
Trade receivables	96,108	97,749
Other receivables	34,993	38,551
Cash and bank balances	268,052	272,236
	514,244	522,100
TOTAL ASSETS	963,061	970,639
EQUITY AND LIABILITIES		
Equity attributable to equity holders of the Company		
Share capital	272,434	269,987
Share premium	20,527	18,273
Other reserves	54,174	85,565
Retained earnings	248,474	237,099
	595,609	610,924
Non-controlling interests	230,621	220,816
Total equity	826,230	831,740
Non-current liabilities		
Retirement benefit obligations	1,215	1,338
Deferred tax liabilities	17,321	17,665
	18,536	19,003
Current Liabilities		
Short term borrowings	8,683	18,472
Trade payables	39,175	48,077
Other payables	46,681	49,650
Dividend payable	19,413	-
Tax payable	4,343	3,697
	118,295	119,896
Total liabilities	136,831	138,899
TOTAL EQUITY AND LIABILITIES	963,061	970,639
Net assets per share (RM)	2.19	2.26

The condensed consolidated statement of financial position should be read in conjunction with the audited financial statements for the year ended 31 March 2013 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 Changes in Equity
For the Second Quarter Ended 30 September 2013
Except as disclosed otherwise, the figures have not been audited

Attributable to Owners of the Parent

Non-distributable | *Distributable*

Group	Share capital	Share premium	Other Reserves	Revaluation reserve	Capital reserve	Capital reserve arising from bonus issue in subsidiaries	Employee share option reserve	Foreign exchange reserve	Retained profit	Total	Non-controlling interests	Total equity
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
At 1-4-2013	269,987	18,273	85,565	43,313	437	26,758	6,140	8,917	237,099	610,924	220,816	831,740
Total comprehensive income for the period	-	-	(30,371)	-	-	-	-	(30,371)	30,788	417	14,513	14,930
Exercise of employee share options	2,447	2,254	(1,020)	-	-	-	(1,020)	-	-	3,681	-	3,681
Dividend	-	-	-	-	-	-		-	(19,413)	(19,413)	-	(19,413)
Dividend paid to minority shareholders of a subsidiary	-	-	-	-	-	-		-	-	-	(4,708)	(4,708)
At 30-09-2013	272,434	20,527	54,174	43,313	437	26,758	5,120	(21,454)	248,474	595,609	230,621	826,230

Group	Share capital	Share premium	Other Reserves	Revaluation reserve	Capital reserve	Capital reserve arising from bonus issue in subsidiaries	Employee Share Option Reserve	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	RM'000	RM'000
At 1-4-2012	265,069	13,860	94,383	43,313	437	26,758	7,802.00	16,073	175,860	549,172	203,636	752,808
Total comprehensive income for the period	-	-	(5,648)	-	-	-	-	(5,648)	39,763	34,115	15,848	49,963
Exercise of employee share options	2,615	2,363	(1,106)		-	-	(1,106)	-	-	3,872	-	3,872
Dividend	-	-	-	-	-	-	-	-	(16,072)	(16,072)	-	(16,072)
At 30-09-2012	267,684	16,223	87,629	43,313	437	26,758	6,696	10,425	199,551	571,087	219,484	790,571

The condensed consolidated statements of changes in equity should be read in conjunction with the audited financial statements for the year ended 31 March 2013 and the accompanying explanatory notes attached to the interim financial statements.

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

Condensed Consolidated Statement of Cash Flows for the Second Quarter Ended 30 September 2013
Except as disclosed otherwise, the figures have not been audited

	To Date	
	30-09-2013	30-09-2012
	RM'000	**RM'000**
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	63,075	73,173
Adjustment for:		
Depreciation for property, plant and equipment	10,117	9,562
Depreciation of investment properties	798	867
Amortisation of biological assets	2,471	2,769
Impairment loss on trade receivables	76	2,193
Write back of impairment loss on trade receivables	(189)	(373)
Impairment of property, plant and equipment	-	1,486
Provision for retirement benefit obligation	140	34
Writedown of inventories	168	140
Reversal of inventories written down	(130)	(77)
Gain on disposal of property, plant and equipment	(221)	(72)
Gain from plantation investment compensation	(838)	-
Gain on disposal of investment property	-	(1,683)
Share of result of associates	(678)	(1,646)
Interest expense	533	451
Interest income	(3,525)	(3,404)
Operating profit before working capital changes	71,797	83,420
Increase in inventories	(11,652)	(13,807)
Increase in receivables	(2,710)	(34,781)
Decrease in payables	(5,363)	(13,712)
Cash generated from operations	52,072	21,120
Interest paid	(533)	(451)
Taxes paid	(12,476)	(18,085)
Retirement benefits paid	(145)	(21)
Net cash generated from operating activities	38,918	2,563
CASH FLOWS FROM INVESTING ACTIVITIES		
Biological assets expenditure	(14,923)	(12,525)
Proceeds from disposal of property, plant and equipment	221	32
Plantation investment compensation	1,180	-
Proceeds from disposal of investment property	-	6,137
Purchase of property, plant and equipment	(16,781)	(12,938)
Interest received	3,525	3,404
Net cash used in investing activities	(26,778)	(15,890)
CASH FLOWS FROM FINANCING ACTIVITIES		
Net (repayment)/drawdown of short term borrowings	(8,965)	1,935
Proceeds from exercise of employee share scheme	3,680	3,897
Dividend paid to minority shareholders of a subsidiary	(4,708)	-
Increase in deposits on lien	(6)	(4)
Net cash used in financing activities	(9,999)	5,828
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS	2,141	(7,499)
EFFECT ON FOREIGN EXCHANGE RATE CHANGES IN CASH AND CASH EQUIVALENTS	(13,311)	(1,538)
CASH AND CASH EQUIVALENTS AT BEGINNING OF FINANCIAL PERIOD	272,236	270,573
CASH AND CASH EQUIVALENTS AT END OF FINANCIAL PERIOD	261,066	261,536
CASH AND CASH EQUIVALENTS COMPRISE:		
Cash and bank balances	16,073	19,084
Fixed deposits with financial institutions *	251,806	246,342
Secured bank overdrafts	(6,813)	(3,890)
	261,066	261,536
*** Fixed deposits with financial institutions comprise:**		
Fixed deposits	251,979	246,509
less : Deposits on lien	(173)	(167)
	251,806	246,342

The condensed consolidated statement of cash flow should be read in conjunction with the audited financial statements for the year ended 31 March 2013 and the accompanying explanatory notes attached to the interim financial statements.

- 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 2013. 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 2013.

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 2013 except for the adoption of the following new and revised Financial Reporting Standards (“FRS”), Amendments to FRSs and IC Interpretations.

(a) Adoption of FRSs, Amendments to FRSs and IC Interpretations

On 1 April 2013, the Group adopted the following FRSs, Amendments to FRSs, IC Interpretations and Amendments to IC Interpretations:

- Amendments to FRS 101: Presentation of Financial Statements (Improvements to FRSs (2012))
- FRS 10 Consolidated Financial Statements
- FRS 11 Joint Arrangements
- FRS 12 Disclosure of Interests in Other Entities
- FRS 13 Fair Value Measurement
- FRS 119 Employee Benefits
- FRS 127 Separate Financial Statements
- FRS 128 Investment in Associate and Joint Ventures
- Amendments to FRS 7: Disclosures - Offsetting Financial Assets abd Financial Liabilities
- Amendments to FRS 1: First-time Adoption of Malaysian Financial Reporting Standards Government loans
- Amendments to FRS 1: First-time Adoption of Malaysian Financial Reporting Standards (Improvements to FRSs(2012))
- Amendments to FRS 116: Property, Plant and Equipment (Improvements to FRSs (2012))
- Amendments to FRS 132: Financial Instruments: Presentation (Improvements to FRSs (2012))
- Amendments to FRS 134: Interim Fiancial Reporting (Improvements to FRSs (2012))
- Amendments to FRS 10: Consolidated Financial Statements: Transition Guidance
- Amendments to FRS 12: Disclosure of Interests in Other Entities: Transition Guidance

The adoption of the above FRSs, Amendments to FRS and Interpretations do not have significant impact on the financial statements of the Group for the current financial period.

A2. Changes in accounting policies (contd)

(b) Standards and interpretations issued but not yet effective

The Group has not early adopted the following new and amended FRS and IC Interpretations that are not yet effective:

	Effective for annual period beginning on or after
Amendments to FRS 132: Offsetting Financial Assets and Financial Liabilities	1 January 2014
Amendments to FRS 10, FRS 12 and FRS 127: Investment Entities	1 January 2014
FRS 9 Financial Instruments	1 January 2015

Adoption of the FRSs, Amendments to FRS and interpretations above are expected to have no significant impact on the financial statements of the Group and the Company in the period of the initial application.

(c) Malaysian Financial Reporting Standards (MFRS Framework)

On 19 November 2011, the Malaysian Accounting Standards Board ("MASB") issued a new MASB approved accounting framework, the Malaysian Financial Reporting Standards ("MFRS Framework") in conjunction with its planned convergence of FRSs with International Financial Reporting Standards ("IFRS") as issued by the International Accounting Standards Board on 1 January 2012.

The MFRS Framework is a fully IFRS-compliant framework, equivalent to IFRSs which is mandatory for adoption by all Entities Other than Private Entities for annual periods beginning on or after 1 January 2012, with the exception for Transitioning Entities. Transitioning Entities, being entities which are subject to the application of MFRS 141 Agriculture and/or IC Interpretation 15 Agreements for the Construction of Real Estate are given an option to defer adoption of the MFRS Framework for one year. Consequently, adoption of the MFRS Framework by Transitioning Entities will be mandatory for annual periods beginning on or after 1 January 2014. Transitioning Entities also include those entities that consolidate, equity account or proportionately consolidate an entity that has chosen to continue to apply the FRS Framework for annual periods beginning on or after 1 January 2012.

Subsequent to MASB announcement on 30 June 2012, MASB had on 7 August 2013 decided to allow agriculture and real estate companies (“Transitioning Entities”) to defer the adoption of the MFRS Framework for another year. MFRS will therefore be mandated for all companies for annual periods beginning on or after 1 January 2015. This decision comes after an extensive deliberation by MASB and taking into account both local and international developments affecting these standards.

The Group falls within the scope definition of Transitioning Entities and have opted to defer adoption of the new MFRS Framework. Accordingly, the Group will be required to prepare financial statements using the MFRS Framework in its first MFRS interim financial statements for the quarter ending 30 June 2015. In presenting its first MFRS financial statements, the Group will be required to restate the comparative financial statements to amounts reflecting the application of MFRS Framework. The majority of the adjustments required on transition will be made, retrospectively, against opening retained profits.

Currently, the Group is in the process of assessing the gap between current Group accounting policies and the requirements of MFRS Framework and expects to be in a position to fully comply with the requirements of the MFRS Framework for the financial year ending 31 March 2016.

A3. Auditors' Report on Preceding Annual Financial Statements.

The financial statements of the Group for the financial year ended 31 March 2013 were not subject to any audit qualification.

A4. Seasonal and cyclical factors

The operations of the Group are not affected by any seasonal or cyclical factors other than the manufacturing segment which is affected by cyclical changes in volumes of certain product 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 except for the issuance of the following new ordinary shares of RM1.00 each pursuant to the Company Employees' Share Scheme.

Option price per share RM	No. of share issued	Cash Proceeds RM
1.48	1,247,600	1,846,448
1.76	57,300	100,848
1.81	25,600	46,336
Total	**1,330,500**	**1,993,632**

A8. Dividend paid

The Company's shareholders had at the Annual General Meeting on 24 September 2013 approved a final dividend of 3.5% less 25% income tax and a single-tier final dividend of 4.5% in respect of the financial year ended 31 March 2013 amounting to a total dividend of RM19,412,738 . The dividend was subsequently paid on 25 October 2013.

A9. Segmental revenue and results for business segments

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter	Preceding Year Corresponding Quarter	Current Year To Date	Preceding Year Corresponding Period
	30-09-2013	30-09-2012	30-09-2013	30-09-2012
Revenue	**RM'000**	**RM'000**	**RM'000**	**RM'000**
Manufacturing*	62,471	54,238	114,946	106,348
Plantation	20,976	30,532	45,235	52,212
Bulking	14,724	17,605	31,439	34,173
Food	23,723	24,147	41,756	49,302
Others	13,440	20,598	19,773	32,964
	135,334	147,120	253,149	274,999
Elimination of inter-segment sales	(12,175)	(19,313)	(17,184)	(30,605)
	123,159	127,807	235,965	244,394

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

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter 30-09-2013	Preceding Year Corresponding Quarter 30-09-2012	Current Year To Date 30-09-2013	Preceding Year Corresponding Period 30-09-2012
Profit before taxation	**RM'000**	**RM'000**	**RM'000**	**RM'000**
Manufacturing*	19,583	16,093	32,805	31,366
Plantation	3,311	8,333	11,934	16,408
Bulking	8,582	9,550	18,288	19,010
Food	849	2,924	951	6,904
Others	10,187	8,891	9,498	7,839
	42,512	45,791	73,476	81,527
Associated companies	1,499	320	677	1,646
	44,011	46,111	74,153	83,173
Elimination of inter-segment results	(11,078)	(10,000)	(11,078)	(10,000)
	32,933	36,111	63,075	73,173

* Production and trading of security documents.

A10. Profit before taxation

The following amounts have been included in arriving at profit before taxation:

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter 30-09-2013	Preceding Year Corresponding Quarter 30-09-2012	Current Year To Date 30-09-2013	Preceding Year Corresponding Period 30-09-2012
	RM'000	RM'000	RM'000	RM'000
Other income				
Interest Income	2,126	1,752	3,525	3,404
Gain on disposal of property, plant and equipment	221	23	221	72
Gain on disposal of investment properties	-	848	-	1,683
Gain from plantation investment compensation #	838	-	838	-
Foreign exchange gain/(loss)	347	(670)	(394)	946
Operating expenses				
Depreciation and amortisation	6,324	6,107	13,386	13,198
Interest expense	238	125	533	451
Impairment loss on trade receivables	76	305	76	2,193
Write back of impairment loss on trade receivables	(117)	(373)	(189)	(373)
Impairment of property, plant and equipment	-	-	-	1,486
Write down of inventories	4	103	168	140
Reversal of inventories written down	(43)	-	(130)	(77)

The Group does not deal with derivatives.

On 18 April 2013, an agreement was signed between PT Nunukan Jaya Lestari ("PT NJL") a subsidiary of Fima Corporation Berhad and PT. Duta Tambang Rekayasa ("PT DTR") for utilization of PT NJL's palm oil cultivated area measuring up to 212 ha ("PT NJL's Planted Area") for mining activities. As at todate, only an area measuring 28.87 ha is directly affected.

A10. Profit before taxation (contd)

PT DTR shall pay PT NJL a plantation investment compensation of USD100 per oil palm tree planted in PT NJL's Planted Area and an additional payment of USD2.50 per tonne for all coal mined and shipped from the affected area.. In July 2013, PT NJL received USD415,100 (equivalent to RM1.18 million) as plantation investment compensation for 4,151 oil palm trees felled, resulting a net gain of Rp2.89 billion or equivalent to RM838,000.

A11. 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 2013.

A12. Subsequent material events

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

A13. Inventories

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

A14. 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.

A15. Changes in contingent liabilities

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

A16. Significant acquisition of property, plant and equipment

For the current quarter under review the Group's acquisitions of property, plant and equipment are as follows :

	Current Year To Date
	RM'000
Plant and equipment	7,007
Vehicles	407
Land and Buildings	3,132
Furniture, fittings and computers	6,235
	16,781

A17. Capital commitments

The amount of commitments not provided for in the interim financial statements as at 30 September 2013 were as follows:

	Current Year To Date RM'000
Property, plant and equipment	
Approved and contracted for	2,325
Approved but not contracted for	49,332
Share of capital commitments of associated companies:	
Property, plant and equipment	
Approved and contracted for	3,755
Approved but not contracted for	160

A18. Related party transactions

The Group's 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	Rental income	39
Fima Corporation Berhad	TD Technologies Sdn. Bhd.	Common Shareholders/ Directors	Purchase made- Software rental	(35)
Fima Corporation Berhad	First Zanzibar Sdn. Bhd.	Common Shareholders/ Directors	Purchase made- IT support	(20)
PT Nunukan Jaya Lestari	PT Pohon Emas Lestari	Common Shareholders/ Directors	Purchase of fresh fruit bunches	(4,636)
Percetakan Keselamatan Nasional Sdn. Bhd.	Fima Instanco Sdn. Bhd.	Common Shareholders	Rental income	60
Percetakan Keselamatan Nasional Sdn. Bhd.	Nationwide Express Courier Services Bhd	Common Shareholders	Purchase made - delivery services	(129)

PART B - BURSA SECURITIES LISTING REQUIREMENTS

B1. Review of performance

Group Performance

(RM Million)	Current YTD	Previous YTD	Variance	%
Revenue	235.97	244.39	(8.42)	(3.4)
Profit Before Tax	63.07	73.17	(10.10)	(13.8)

The Group revenue for the 6 months period ended 30 September 2013 decreased to RM235.97 million as compared to RM244.39 million recorded in the previous corresponding period, representing a shortfall of RM8.42 million (3.4%) which was mainly attributable to lower revenue generated by the plantation and food divisions.

On the back of lower revenue, the profit before tax ("PBT") recorded for the same period was RM63.07 million, a decrease of RM10.10 million (13.8%) over the corresponding period last year. This was mainly due to lower PBT registered by plantation and food divisions.

The performance of each business division is as follows:

Manufacturing Division

(RM Million)	Current YTD	Previous YTD	Variance	%
Revenue	114.95	106.35	8.60	8.1
Profit Before Tax	32.81	31.37	1.44	4.6

Revenue from **Manufacturing Division** increased by 8.1% to RM114.95 million from RM106.35 million last year. The increase was mainly due to improved volume of certain documents. Correspondingly, PBT increased by 4.6% to RM32.81 million from RM31.37 million posted in the corresponding period last year.

Plantation Division

(RM Million)	Current YTD		Previous YTD	Variance	%
Revenue					
Indonesia					
- Crude palm oil (CPO)	37.36		48.28	(10.92)	(22.6)
- Crude palm kernel oil (CPKO)/ Palm kernel (PK)	4.35		-	4.35	-
Malaysia					
- Fresh fruit bunch/Pineapple	3.53		3.94	(0.41)	(10.4)
Total	45.24		52.21	(6.97)	(13.3)
Profit Before Tax	11.93		16.41	(4.48)	(27.3)
Sales Quantity (mt)					
CPO	20,057		19,939	118	0.6
CPKO	1,106		-	1,106	-
Average net CIF selling price, net of duty (RM)					
CPO	1,861		2,421	(560)	(23.1)
CPKO	1,712	(Rp5.90m)	-	1,712	-

Revenue from **Plantation Division** decreased by 13.4% or RM6.98 million to RM45.24 million compared to the previous corresponding period mainly due to lower CPO price. Due to the lower revenue recorded, the division registered a PBT of RM11.93 million, a reduction of 27.3% compared to the same period last year.

B1. Review of performance (contd)

Bulking Division

(RM Million)	Current YTD	Previous YTD	Variance	%
Revenue	31.44	34.17	(2.73)	(8.0)
Profit Before Tax	18.29	19.01	(0.72)	(3.8)

Bulking Division's revenue decreased by RM2.73 million to RM31.44 million compared to the same period last year of RM34.17 million. The lower recorded results were due to lower throughput for edible oil and industrial chemical products.

Food Division

(RM Million)	Current YTD	Previous YTD	Variance	%
Revenue	41.76	49.30	(7.54)	(15.3)
Profit Before Tax	0.95	6.90	(5.95)	(86.2)

Food Division recorded lower revenue of RM41.76 million as compared to the same period last year of RM49.3 million, mainly as a result of the lower sales volume. PBT declined to RM0.95 million from RM6.90 million recorded in the corresponding period last year. Coupled with the reduction in revenue, the Division's performance had also been impacted by forex losses of RM0.52 million incurred during the period, as compared to forex gain of RM0.95 million recorded last year. PNG local currency, Kina is weakening against RM in the past 1 year. Average exchange rate for the quarter is Kina1: RM1.28 (FY2012: Kina1 : RM1.46).

B2. Comparison with preceding quarter's results

Group Performance

(RM Million)	QTR 2 FY 2014	QTR 1 FY 2014	Variance	%
Revenue	123.16	112.81	10.35	9.2
Profit Before Tax	32.93	30.14	2.79	9.3

During the current quarter, the Group recorded a revenue of RM123.16 million which was RM10.35 million or 9.2% higher than the preceding quarter, contributed by higher revenue recorded by the manufacturing and food divisions.

In line with the increase in revenue, PBT also increased by RM2.79 million to RM32.93 million as compared to RM30.14 million recorded in the preceeding quarter.

The performance of each business division is as follows:

Manufacturing Division

(RM Million)	QTR 2 FY 2014	QTR 1 FY 2014	Variance	%
Revenue	62.47	52.48	9.99	19.0
Profit Before Tax	19.58	13.22	6.36	48.1

Manufacturing Division revenue increased by RM9.93 million (19%) from the preceding quarter, mainly due to cyclical changes in volume of certain products. In line with the increase in revenue coupled with favorable sales mix, PBT improved by RM6.36 million for the current quarter.

B2. Comparison with preceding quarter's results (contd)

Plantation Division

(RM Million)	QTR 2 FY 2014	QTR 1 FY 2014		Variance	%
Revenue					
Indonesia					
- CPO	17.64	19.72		(2.08)	(10.5)
- PK/CPKO	1.44	2.91		(1.47)	(50.5)
Malaysia					
- Fresh fruit bunch/Pineapple	1.90	1.63		0.27	16.6
Total	20.98	24.26		(3.28)	(13.5)
Profit Before Tax	3.31	8.62		(5.31)	(61.6)
Sales Quantity (mt)					
CPO	9,991	10,066		(75)	(0.7)
CPKO	-	1,106		(1,106)	-
Average net CIF selling price, net of duty (RM)					
CPO	1,763	1,959		(196)	(10.0)
CPKO	-	1,874	(Rp5.90m)	(1,874)	-

Plantation Division achieved revenue and PBT of RM20.98 million and RM3.31 million, respectively representing a decrease of RM3.28 million and RM5.29 million respectively, over the previous quarter. The significant drop is attributable to lower CPO price and zero sales of CPKO.

Bulking Division

(RM Million)	QTR 2 FY 2014	QTR 1 FY 2014	Variance	%
Revenue	14.72	16.72	(2.00)	(12.0)
Profit Before Tax	8.58	9.71	(1.13)	(11.6)

Revenue from **Bulking Division** of RM14.72 million was 12.0% lower than preceding quarter. The decrease was mainly due to lower throughput recorded for edible oil products.

Food Division

(RM Million)	QTR 2 FY 2014	QTR 1 FY 2014	Variance	%
Revenue	23.72	18.03	5.69	31.6
Profit Before Tax	0.85	0.10	0.75	750.0

Revenue from **Food Division** rose by RM5.69 million to RM23.72 million as compared to preceding quarter mainly due to increase in sales volume. Meanwhile, PBT increased to RM0.85 million from RM0.10 million recorded in the preceding quarter. The increase in PBT was mainly due to increase in sales, offset against increase in cost and lower forex loss.

B3. Prospects

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

The revenue from the **Manufacturing Division** in the second half year is anticipated to be lower due to cyclical demand in certain products.

The performance of **Plantation Division** remains dependent on CPO prices as the industry continues to face challenges such as fluctuations in prices and changing of weather pattern. The Group will continue to be prudent in managing its expenditure whilst improving productivity.

B3. Prospects (contd)

Bulking Division. The prospect for the year was expected to remain challenging with the anticipated variation in the Malaysia Derivatives Exchange's (MDEX) Edible Oil tender and transhipment businesses. This arises from the differential export duty structure between Malaysia and Indonesia. The anticipated increase in transhipment activities in base oil and import of industrial chemical products would be offset against the anticipated reduction in edible oil throughput. The storage utilisation rate is expected to be challenging for the second half of the Financial Year 2014.

Food Division faces challenging market conditions amidst uncertain economic and business outlook globally and particularly in Papua New Guinea, where the main operation of the division is located. The division continues to focus on maintaining sustainable profit growth by concentrating on productivity and cost control.

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 30-09-2013	Preceding Year Corresponding Quarter 30-09-2012	Current Year To Date 30-09-2013	Preceding Year Corresponding Period 30-09-2012
	RM'000	**RM'000**	**RM'000**	**RM'000**
Current taxation	8,787	9,387	17,774	17,562

The effective tax rate on Group's profit todate 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 except the following.

On 24 December 2012, a subsidiary, Fima Corporation Berhad ("FimaCorp") had announced that Cendana Laksana Sdn. Bhd ("CLSB"), a wholly-owned subsidiary of FCB Plantation Holdings Sdn. Bhd. which in turn is a wholly-owned subsidiary of FimaCorp had on 24 December 2012 entered into a conditional Sale and Purchase Agreement with Lemo Sdn. Bhd. (Receiver and Manager Appointed), Khuzamy Musa bin Muhammad and Khuzairy Musa bin Muhammad ("the Directors") for the acquisition of 2 parcels of agricultural leasehold land in Kemaman, Negeri Terengganu measuring 1,940.73 acres (hereinafter referred to as the "Lands") for a total purchase consideration of RM29,110,000 ("Proposed Acquisition").

B8. Corporate proposals (contd)

Pursuant to Clause 3.9 of the Sales and Purchase Agreement ("SPA"), the period for fulfillment of the Conditions Precedent as set out in the SPA has been automatically extended for a further period of 6 months i.e. from 24 June 2013 to 23 December 2013.

On 28 October 2013, FimaCorp announced that all conditions precedent pertaining to the Proposed Acquisition have been fulfilled. However, CLSB's obligation to pay the balance purchase price or such part thereof in accordance with the terms of the SPA is suspended until two (2) private caveats lodged against the said Lands vide presentation no. 338/2013 registered on 16 June 2013 and presentation no. 546/2013 registered on 6 October 2013 respectively have been removed or the Lands is free from encumbrances.

On 18 November 2013, FimaCorp announced that the private caveat presentation no. 338/2013 has been withdrawn on 7 November 2013 and private caveat presentation no. 546/2013 has also been withdrawn pursuant to a court order dated 7 November 2013.

B9. Borrowings and debt securities

	As at 30-09-2013 **RM'000**	As at 30-09-2012 **RM'000**
Secured:		
Current	8,683	10,559
Non-current	-	4,593
	8,683	15,152

B10. Realised/unrealised profits/losses

	As at 30-09-2013 **RM'000**	As at 31-03-2013 **RM'000**
Total retained profits of Kumpulan Fima Berhad and its subsidiaries:		
- Realised	282,678	259,486
- Unrealised	(24,752)	(21,594)
	257,926	237,892
Total share of retained profits from associated companies:		
- Realised	30,791	32,269
- Unrealised	(2,084)	(3,789)
	28,707	28,480
Add: Consolidation adjustments	(38,159)	(29,273)
Total group retained profits as per consolidated accounts	248,474	237,099

B11. 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, Subang.

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.

B11. Changes in material litigations (Contd)

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 of RM2.12 million in the financial year ended 31 March 2009.

On 27 September 2011, the Court of Appeal had allowed FimaCorp'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. There has been no development since 27 September 2011.

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 30-09-13	Preceding Year Corresponding Quarter 30-09-12	Current Year To Date 30-09-13	Preceding Year Corresponding Period 30-09-12
Profit net of tax attributable to owners of the Company used in the computation of earnings per share (RM'000)	16,279	19,035	30,788	39,763
Weighted average number of ordinary shares in issues ('000)	270,630	265,737	270,630	265,737
Effect of dilution				
- Share options ('000)	415	1,080	820	1,475
Weighted average number of ordinary shares for diluted earnings per share computation ('000)	271,045	266,817	271,450	267,212
Basic earnings per share (sen per share)	6.02	7.16	11.38	14.96
Diluted earnings per share (sen per share)	6.01	7.13	11.34	14.88

By order of the Board

MOHD YUSOF BIN PANDAK YATIM (MIA 4110)
JASMIN BINTI HOOD (LS0009071)
Company Secretaries

Kuala Lumpur
Dated : 28 November 2013