

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

Condensed Consolidated Statement of Comprehensive Income
For the Third Quarter Ended 31 December 2014
Except as disclosed otherwise, the figures have not been audited

	Note	Individual Quarter		Cumulative Quarter	
		Current Year Quarter 31-12-2014	Preceding Year Corresponding Quarter 31-12-2013	Current Year To Date 31-12-2014	Preceding Year Corresponding Period 31-12-2013
		RM'000	RM'000	RM'000	RM'000
Revenue	A9	151,255	132,109	409,761	368,074
Cost of sales		(92,247)	(74,640)	(249,006)	(209,934)
Gross profit		59,008	57,469	160,755	158,140
Other income		2,919	3,937	12,929	8,945
Administrative expenses		(15,913)	(15,172)	(46,262)	(44,428)
Selling and marketing expenses		(1,729)	(1,901)	(5,281)	(4,757)
Other expenses		(6,989)	(4,404)	(22,118)	(14,995)
		(24,631)	(21,477)	(73,661)	(64,180)
Finance cost		(138)	(187)	(249)	(766)
Share of profit of associates		1,686	2,719	2,627	3,397
Profit before taxation	A9/A10	38,844	42,461	102,401	105,536
Income tax expense	B5	(8,633)	(9,626)	(24,802)	(27,400)
Profit net of tax for the period		30,211	32,835	77,599	78,136
Other comprehensive income					
Foreign currency translation differences for foreign operations		6,296	566	5,981	(29,805)
Total comprehensive income for the period		36,507	33,401	83,580	48,331
Profit attributable to :					
Owners of the parent		21,522	21,939	54,654	52,727
Non-controlling interests		8,689	10,896	22,945	25,409
Profit net of tax for the period		30,211	32,835	77,599	78,136
Total comprehensive income attributable to :					
Owners of the parent		26,817	22,505	60,848	22,922
Non-controlling interests		9,690	10,896	22,732	25,409
Total comprehensive income for the period		36,507	33,401	83,580	48,331
Earnings per share attributable to owners of the parent (sen per share):					
Basic	B13	7.83	8.09	19.88	19.44
Diluted	B13	7.82	8.06	19.80	19.35

The condensed consolidated statement of comprehensive income should be read in conjunction with the audited financial statements for the year ended 31 March 2014 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 31 December 2014**Except as disclosed otherwise, the figures have not been audited**

	As At End Of Current Quarter 31-12-2014 (Unaudited) <u>RM'000</u>	As At Preceding Financial Year Ended 31-03-2014 (Audited) <u>RM'000</u>
ASSETS		
Non-current assets		
Property, plant and equipment	243,800	245,986
Investment properties	72,263	71,805
Biological assets	130,263	119,018
Investment in associates	44,962	42,906
Deferred tax assets	2,893	3,041
Goodwill on consolidation	16,391	13,055
	<u>510,572</u>	<u>495,811</u>
Current Assets		
Inventories	132,404	109,228
Trade receivables	144,989	117,750
Other receivables	34,316	26,190
Cash and bank balances	257,649	242,798
	<u>569,358</u>	<u>495,966</u>
TOTAL ASSETS	<u>1,079,930</u>	<u>991,777</u>
EQUITY AND LIABILITIES		
Equity attributable to equity holders of the Company		
Share capital	275,925	273,497
Share premium	23,250	21,473
Other reserves	69,799	64,916
Retained earnings	311,097	278,396
	<u>680,071</u>	<u>638,282</u>
Non-controlling interests	233,271	224,944
Total equity	<u>913,342</u>	<u>863,226</u>
Non-current liabilities		
Long term borrowings	2,028	-
Retirement benefit obligations	1,730	1,465
Deferred tax liabilities	20,468	20,830
	<u>24,226</u>	<u>22,295</u>
Current Liabilities		
Short term borrowings	11,979	6,195
Trade payables	80,903	50,356
Other payables	48,902	44,864
Tax payable	578	4,841
	<u>142,362</u>	<u>106,256</u>
Total liabilities	<u>166,588</u>	<u>128,551</u>
TOTAL EQUITY AND LIABILITIES	<u>1,079,930</u>	<u>991,777</u>
Net assets per share (RM)	<u>2.46</u>	<u>2.33</u>

The condensed consolidated statement of financial position should be read in conjunction with the audited financial statements for the year ended 31 March 2014 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 Third Quarter Ended 31 December 2014
Except as disclosed otherwise, the figures have not been audited

Group	Attributable to Owners of the Parent									Retained profit	Total	Non-controlling interests	Total equity
	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	Non-distributable				
	RM'000	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 1-4-2014	273,497	21,473	64,916	43,313	437	26,758	5,224	(10,816)	278,396	638,282	224,944	863,226	
Profit for the period	-	-	-	-	-	-	-	-	54,654	54,654	22,945	77,599	
Other comprehensive profit	-	-	5,981	-	-	-	-	5,981	-	5,981	-	5,981	
Exercise of employee share options	2,428	1,777	(1,098)	-	-	-	(1,098)	-	-	3,107	-	3,107	
Dividend	-	-	-	-	-	-	-	-	(21,953)	(21,953)	0	(21,953)	
Dividend paid to minority shareholders of a subsidiary	-	-	-	-	-	-	-	-	-	-	(14,618)	(14,618)	
At 31-12-2014	275,925	23,250	69,799	43,313	437	26,758	4,126	(4,835)	311,097	680,071	233,271	913,342	
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	87,536	43,313	437	26,758	6,140	10,888	237,507	613,303	218,437	831,740	
Net profit for the year	-	-	-	-	-	-	-	-	52,727	52,727	-	52,727	
Total comprehensive income for the period	-	-	(29,805)	-	-	-	-	(29,805)	-	(29,805)	25,409	(4,396)	
Exercise of employee share options	2,847	2,609	(1,184)	-	-	-	(1,184)	-	-	4,272	-	4,272	
Dividend	-	-	-	-	-	-	-	-	(19,413)	(19,413)	-	(19,413)	
Dividend paid to minority shareholders of a subsidiary	-	-	-	-	-	-	-	-	-	-	(15,341)	(15,341)	
At 31-12-2013	272,834	20,882	56,547	43,313	437	26,758	4,956	(18,917)	270,821	621,084	228,505	849,589	

The condensed consolidated statements of changes in equity should be read in conjunction with the audited financial statements for the year ended 31 March 2014 and the accompanying explanatory notes attached to the interim financial statements.

KUMPULAN FIMA BERHAD
(Company No.:11817-V)
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Condensed Consolidated Statement of Cash Flows for the Third Quarter Ended 31 December 2014
Except as disclosed otherwise, the figures have not been audited

	← To Date →	
	31-12-2014	31-12-2013
	RM'000	RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	102,401	105,536
Adjustment for:		
Depreciation for property, plant and equipment	22,249	16,417
Depreciation of investment properties	1,157	1,196
Amortisation of biological assets	4,236	3,571
Impairment loss on trade receivables	2,303	1,072
Write back of impairment loss on trade receivables	(846)	(556)
Provision for retirement benefit obligation	291	184
Writedown of inventories	166	583
Reversal of inventories written down	-	(130)
Gain on disposal of property, plant and equipment	(18)	(338)
Gain from plantation investment compensation	-	(778)
Share of result of associates	(2,627)	(3,397)
Interest expense	249	766
Interest income	(5,637)	(5,665)
Operating profit before working capital changes	123,924	118,461
Increase in inventories	(17,489)	(3,559)
Increase in receivables	(35,246)	(35,021)
Increase/(decrease) in payables	27,236	(11,098)
Cash generated from operations	98,425	68,783
Interest paid	(249)	(766)
Taxes paid	(27,020)	(18,587)
Retirement benefits paid	-	(181)
Net cash generated from operating activities	71,156	49,249
CASH FLOWS FROM INVESTING ACTIVITIES		
Biological assets expenditure	(16,304)	(22,609)
Proceeds from disposal of property, plant and equipment	21	304
Plantation investment compensation	-	1,097
Purchase of property, plant and equipment	(14,213)	(23,042)
Net dividend received from an associated company	570	1,140
Proceeds from finance lease obligation	2,480	-
Repayment of obligation under finance lease	(452)	-
Interest received	5,637	5,665
Net cash used in investing activities	(22,261)	(37,445)
CASH FLOWS FROM FINANCING ACTIVITIES		
Net drawdown/(repayment) of short term borrowings	2,503	(8,808)
Proceeds from exercise of employee share scheme	3,723	4,271
Dividend paid	(21,953)	(19,413)
Dividend paid to minority shareholders of a subsidiary	(14,618)	(15,341)
(Decrease)/increase in deposits on lien	173	(6)
Net cash used in financing activities	(30,172)	(39,297)
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS	18,723	(27,493)
EFFECT ON FOREIGN EXCHANGE RATE CHANGES IN CASH AND CASH EQUIVALENTS	(3,699)	(14,575)
CASH AND CASH EQUIVALENTS AT BEGINNING OF FINANCIAL PERIOD	242,625	272,236
CASH AND CASH EQUIVALENTS AT END OF FINANCIAL PERIOD	257,649	230,168
CASH AND CASH EQUIVALENTS COMPRISE:		
Cash and bank balances	38,934	28,572
Fixed deposits with financial institutions *	218,715	208,409
Secured bank overdrafts	-	(6,813)
	257,649	230,168
* Fixed deposits with financial institutions comprise:		
Fixed deposits	218,715	208,582
less : Deposits on lien	-	(167)
	218,715	208,415

- 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 2014. 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 2014.

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 2014 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 2014, the Group adopted the following FRSs, Amendments to FRSs, IC Interpretations and Amendments to IC Interpretations:

- Amendments to FRS 10: Consolidated Financial Statements: Investment Entities
- Amendments to FRS 12: Disclosure of Interests in Other Entities: Investment Entities
- Amendments to FRS 127 Separate Financial Statements (Investment Entities)
- Amendments to FRS 132: Financial Instruments: Presentation : Offsetting Financial Assets and Financial Liabilities
- Amendments to FRS 136: Impairment of assets - Recoverable amount disclosures for non- financial assets
- Amendments to FRS 139: Financial instruments recognition and measurement : Novation of Derivatives and Continuation of Hedge Accounting
- IC Interpretation 21 : Levies

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 119: Employee benefits	
- Defined Benefit Plans: Employee Contributions	1 July 2014
Annual Improvements to FRSs 2010-2012 Cycle	1 July 2014
Annual Improvements to FRSs 2011-2013 Cycle	1 July 2014
Amendments to FRS 11: Accounting for Acquisition of Interests in Joint Operations	1 January 2016
Amendments to FRS 16 and FRS 138: Clarification of Acceptable Methods of Depreciation and Amortisation	1 January 2016
FRS 14: Regulatory Deferral Accounts	1 January 2016
FRS 9 Financial Instruments (IFRS 9 issued by IASB in November 2009)	To be announced
FRS 9 Financial Instruments (IFRS 9 issued by IASB in October 2010)	To be announced
FRS 9 Financial Instruments :Mandatory Effective Date of FRS 9 and Transition Disclosures (Amendments to FRS 9 and FRS 7)	To be announced
FRS 9 Financial Instruments : Hedge Accounting and amendments to FRS 9, FRS 7 and FRS 139	To be announced

The Group will adopt the above pronouncements when they become effective in the respective financial periods. These pronouncements are not expected to have any effect to the financial statements of the Group upon their initial application, other than for FRS 9 Financial Instruments. The Group will assess the financial implications of FRS 9 Financial Instruments when the full standard is issued.

(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"). 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 2017. 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 2017. This decision comes after an extensive deliberation by MASB and taking into account both local and international developments affecting these standards.

A2. Changes in accounting policies (contd)

(c) Malaysian Financial Reporting Standards (MFRS Framework) (contd)

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 2017. 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 2018.

A3. Auditors' Report on Preceding Annual Financial Statements.

The financial statements of the Group for the financial year ended 31 March 2014 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 products 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	75,000	111,000

A8. Dividend paid

On 15 October 2014, a single-tier final dividend of 8% in respect of the financial year ended 31 March 2014 amounting to RM22,069,320 was paid (2013: RM19,412,738).

A9. Segmental revenue and results for business segments

	Individual Quarter		Cumulative Quarter	
	Current Year 31-12-2014	Preceding Year Corresponding Quarter 31-12-2013	Current Year To Date 31-12-2014	Preceding Year Corresponding Period 31-12-2013
Revenue	RM'000	RM'000	RM'000	RM'000
Manufacturing*	74,533	68,576	202,861	183,462
Plantation	31,601	22,360	82,875	67,595
Bulking	17,966	15,567	50,279	47,006
Food	25,804	24,294	70,064	66,050
Others	3,565	3,472	12,366	10,012
	<u>153,469</u>	<u>134,269</u>	<u>418,445</u>	<u>374,125</u>
Elimination of inter-segment sales	(2,214)	(2,160)	(8,684)	(6,051)
	<u>151,255</u>	<u>132,109</u>	<u>409,761</u>	<u>368,074</u>
Profit before taxation				
Manufacturing*	13,907	21,350	39,784	54,155
Plantation	9,107	6,698	25,720	18,632
Bulking	10,916	8,806	29,256	27,094
Food	2,595	882	6,240	1,833
Others	633	2,006	(1,225)	425
	<u>37,158</u>	<u>39,742</u>	<u>99,775</u>	<u>102,139</u>
Associated companies	1,686	2,719	2,626	3,397
	<u>38,844</u>	<u>42,461</u>	<u>102,401</u>	<u>105,536</u>

* 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 31-12-2014	Preceding Year Corresponding Quarter 31-12-2013	Current Year 31-12-2014	Preceding Year Corresponding Quarter 31-12-2013
Other income	RM'000	RM'000	RM'000	RM'000
Interest Income	1,661	2,140	5,637	5,665
Gain on disposal of property, plant and equipment	11	117	18	338
(Loss)/Gain from plantation investment compensation	-	(60)	-	778
Share of profit from sale of coal	57	-	1,497	-
Foreign exchange gain	1,304	1,639	5,305	1,245

A10. Profit before taxation (contd)

	Individual Quarter		Cumulative Quarter	
	Current Year	Preceding Year	Current Year	Preceding Year
	Quarter	Corresponding Quarter	To Date	Corresponding Period
	31-12-2014	31-12-2013	31-12-2014	31-12-2013
	RM'000	RM'000	RM'000	RM'000
Operating expenses				
Depreciation and amortisation	10,192	7,798	27,642	21,184
Interest expense	138	187	249	766
Impairment loss on trade receivables	2	996	2,303	1,072
Write back of impairment loss on trade receivables	(771)	(367)	(846)	(556)
Write down of inventories	27	415	166	453

The Group does not deal in derivatives.

A11. Valuation of property, plant and equipment

The valuations of land and building have been brought forward from the financial statements for the year ended 31 March 2014.

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 except as disclosed in Note A10 as above.

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	2,794
Vehicles	2,381
Land and Buildings	5,382
Furniture, fittings and computers	3,656
	<u>14,213</u>

A17. Capital commitments

The amount of commitments not provided for in the interim financial statements as at 31 December 2014 were as follows:

	Current Year To Date
	RM'000
Property, plant and equipment	
Approved and contracted for	9,699
Approved but not contracted for	<u>44,412</u>
Share of capital commitments of associated companies:	
Property, plant and equipment	
Approved and contracted for	<u>41</u>

A18. Related party transactions

The Group's related party transactions during the financial period 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	(90)
Fima Corporation Berhad	Nationwide Express Courier Services Bhd	Common Shareholders/ Directors	Rental income	59
Fima Corporation Berhad	TD Technologies Sdn. Bhd.	Common Directors	Purchase made- Software rental	(71)
PT Nunukan Jaya Lestari	PT Pohon Emas Lestari	Common Shareholders/ Directors	Purchase of fresh fruit bunches	(6,756)
Percetakan Keselamatan Nasional Sdn. Bhd.	Fima Instanco Sdn. Bhd.	Common Shareholders/ Directors	Rental income	90
Percetakan Keselamatan Nasional Sdn. Bhd.	Nationwide Express Courier Services Bhd	Common Shareholders/ Directors	Purchase made - delivery services	(85)

PART B - BURSA SECURITIES LISTING REQUIREMENTS

B1. Review of performance

Group Performance

(RM Million)	Current YTD	Previous YTD	Variance	%
Revenue	409.76	368.07	41.69	11.3
Profit Before Tax	102.40	105.54	(3.14)	(3.0)

Group revenue for the 9 months ended 31 December 2014 increased to RM409.76 million as compared to RM368.07 million recorded in the previous corresponding period. The increase of RM41.69 million (11.3%) was attributed to the higher revenue generated by all divisions.

Despite the increase in revenue, profit before tax ("PBT") declined by RM3.14 million to RM102.4 million from last year, impacted by the lower PBT recorded by manufacturing division. The other divisions registered higher PBT than last year.

The performance of each business division is as follows:

Manufacturing Division

(RM Million)	Current YTD	Previous YTD	Variance	%
Revenue	202.86	183.46	19.40	10.6
Profit Before Tax	39.78	54.16	(14.38)	(26.6)

Revenue from **Manufacturing Division** increased by 10.6% to RM202.86 million from RM183.46 million recorded last year, driven by higher sales volume of certain documents. However, PBT decreased by 26.6% to RM39.78 million from RM54.16 million posted last year due to less favourable sales mix.

Plantation Division

(RM Million)	Current YTD	Previous YTD	Variance	%
Revenue				
<u>Indonesia</u>				
- Crude palm oil (CPO)	76.18	54.99	21.19	38.5
- Crude palm kernel oil (CPKO)	-	6.93	(6.93)	(100.0)
<u>Malaysia</u>				
- Fresh fruit bunch/Pineapple	6.69	5.68	1.01	17.8
Total	82.87	67.60	15.27	22.6
Profit Before Tax	25.72	18.63	7.09	38.1
Sales Quantity (mt)				
CPO	33,335	30,096	3,239	10.8
CPKO	-	2,114	(2,114)	-
Average net CIF selling price, net of duty (RM)				
CPO	2,187	1,827	360	19.7
CPKO	-	2,028	(2,028)	-

B1. Review of performance (contd)
Plantation Division (contd)

Revenue from **Plantation Division** grew by 22.6% to RM82.87 million compared to the corresponding period last year due to higher sales volume and average selling price of CPO. Correspondingly, the division registered a PBT of RM25.72 million, 38.1% higher over the same period last year.

Bulking Division

(RM Million)	Current YTD	Previous YTD	Variance	%
Revenue	50.28	47.01	3.27	7.0
Profit Before Tax	29.26	27.09	2.17	8.0

Bulking Division's revenue rose RM3.27 million (7.0%) to RM50.28 million compared to last year's of RM47.01 million primarily as a result of higher contributions from the base oil and oleo chemical segments. In line with the increase in revenue, the division's PBT increased by RM2.17 million (8.0%) to RM29.26 million.

Food Division

(RM Million)	Current YTD	Previous YTD	Variance	%
Revenue				
Papua New Guinea (PNG)	65.64	59.65	5.99	10.0
Malaysia	4.42	6.40	(1.98)	(30.9)
	<u>70.06</u>	<u>66.05</u>	<u>4.01</u>	<u>6.1</u>
Profit Before Tax	6.24	1.83	4.41	241.0

Food Division posted an increase in revenue to RM70.06 million compared to RM66.05 million recorded in the same period last year. The increase in revenue was on the back of higher average selling price following the price increase effected by the division's PNG subsidiary in August 2014. Correspondingly, PBT for the current quarter rose by RM4.41 million as compared to same period last year.

B2. Comparison with preceding quarter's results

Group Performance

(RM Million)	QTR 3 FY 2015	QTR 2 FY 2015	Variance	%
Revenue	151.26	129.13	22.13	17.1
Profit Before Tax	38.84	31.51	7.33	23.3

The Group's revenue increased by 17.1% or RM22.13 million to RM151.26 million as compared to the preceding quarter, as a result of the higher revenue recorded by manufacturing, plantation and bulking divisions.

PBT also increased by RM7.33 million to RM38.84 million as compared to RM31.51 million recorded in the preceding quarter due to improved contributions by all divisions.

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

The performance of each business division is as follows:

Manufacturing Division

(RM Million)	QTR 3 FY 2015	QTR 2 FY 2015	Variance	%
Revenue	74.53	62.21	12.33	19.8
Profit Before Tax	13.91	13.44	0.5	3.5

Manufacturing Division's revenue for the quarter rose by 19.8% compared to the preceding quarter due to higher sales volume on certain security and confidential products. On the back of higher revenue but less favourable sales mix, PBT increased by 3.5% for the current quarter.

Plantation Division

(RM Million)	QTR 3 FY 2015	QTR 2 FY 2015	Variance	%
Revenue				
<u>Indonesia</u>				
- CPO	29.57	26.90	2.67	9.9
<u>Malaysia</u>				
- Fresh fruit bunch/Pineapple	2.03	2.13	(0.10)	(4.7)
Total	<u>31.60</u>	<u>29.03</u>	<u>2.57</u>	<u>8.9</u>
Profit Before Tax	9.11	7.77	1.34	17.2
Sales Quantity (mt)				
CPO	11,236	10,078	1,158	11.5
Average net CIF selling price, net of duty (RM)				
CPO	2,357	1,956	401	20.5

Plantation Division recorded revenue and PBT of RM31.6 million and RM9.11 million, respectively, representing a 8.9% and 17.2% increase, respectively, over the previous quarter. The increase was due to higher sales volume and selling price of CPO.

Bulking Division

(RM Million)	QTR 3 FY 2015	QTR 2 FY 2015	Variance	%
Revenue	17.97	17.02	0.94	5.5
Profit Before Tax	10.92	9.90	1.02	10.3

Revenue from **Bulking Division** of RM17.97 million was 5.5% higher than the preceding quarter. The upturn in results was due to higher revenue generated by most product segments. On the same token, PBT improved 10.3% to RM10.92 million over the preceeding quarter.

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

Food Division

(RM Million)	QTR 3 FY 2015	QTR 2 FY 2015	Variance	%
Revenue				
PNG	24.29	25.24	(0.95)	(3.8)
Malaysia	1.51	1.06	0.45	42.5
	<u>25.80</u>	<u>26.30</u>	<u>(0.50)</u>	<u>(1.9)</u>
Profit Before Tax	2.60	0.60	2.00	(332.5)

Revenue from **Food Division** decreased by RM0.50 million to RM25.80 million as compared to the preceding quarter. However, PBT increased by RM2.0 million to RM2.60 million mainly due to recognition of forex gain during the current quarter.

B3. Prospects

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

The **Manufacturing Division** revenue is expected to be lower than that of the previous financial year due to less favourable sales mix.

The prospect for **Plantation Division** is very much dependent on global commodity prices. Based on the current prices of palm oil products supported with the average yield, the outlook for this division continues to remain satisfactory.

Bulking Division. The prospect for the remaining period was expected to remain challenging with the anticipated variation in the Malaysia Derivatives Exchange's (MDEX) Edible Oil tender and transshipment businesses. This arises from the differential export duty structure between Malaysia and Indonesia. The anticipated increase in transshipment 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 remaining period of the financial year. The division is looking to secure more long term contracts with customers and handling higher margin products.

Food Division faces tough market conditions particularly in Papua New Guinea where the division's main operation is located, amidst increased competition and cheaper imported products. The division will continue to concentrate on productivity and margin improvements, cost control and improving margin.

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 31-12-2014	Preceding Year Corresponding Quarter 31-12-2013	Current Year To Date 31-12-2014	Preceding Year Corresponding Period 31-12-2013
	RM'000	RM'000	RM'000	RM'000
Current taxation	(8,633)	(9,626)	(24,802)	(27,400)

The effective tax rate on Group's profit to date is lower than the statutory tax rate mainly due to utilisation of losses carried forward by a foreign subsidiary company.

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 17 June 2014, a subsidiary, Fima Corporation Berhad ("FimaCorp") entered into a conditional Sale and Purchase Agreement ("SPA") with Yee Kong Fatt and Cheong Kok Tong for the acquisition of two million (2,000,000) ordinary shares of RM1.00 each, representing the entire equity interest of Gabungan Warisan Sdn. Bhd. ("GWSB") for a total purchase consideration of RM3.702 million.

GWSB has been granted a 99 year lease by Akademi Yakin Sdn. Bhd ("AYSB"), a wholly-owned subsidiary of Yayasan Kelantan Darul Naim, to undertake the development of a parcel of land measuring approximately 617.3 acres land under PT 4718, HS(D) 9350, Mukim Kuala Stong, Jajahan Kuala Krai, Kelantan Darul Naim ("the Land") into an oil palm plantation in accordance with the terms and conditions as set out in the agreement to lease dated 18 May 2014.

On 14 August 2014, the Company announced that the period of fulfillment of the Conditions Precedent as set out in the SPA has been extended for a further period of 21 days i.e. from 16 August 2014 to 6 September 2014.

On 18 August 2014, the Company announced that AYSB's consent to the sale of Sale Shares to the Purchaser was obtained as per letter from AYSB dated 12 August 2014 which was received on 15 August 2014.

On 8 September 2014 and 22 September 2014, the company announced that the Extended Conditional Period was extended by a further period of 14 days and 21 days respectively.

On 10 October 2014, the company announced that all conditions precedent pertaining to the Proposed Acquisition have been fulfilled.

The acquisition was completed on 17 October 2014.

B9. Borrowings and debt securities

	As at 31-12-2014 RM'000	As at 31-03-2014 RM'000
Secured:		
Non-current		
*Obligation under finance leases	2,028	-
Current		
Bankers' acceptance	11,979	6,195
	<u>14,007</u>	<u>6,195</u>

*The obligations under finance leases are in respect of a 99 year land lease granted to Fima Corporation Berhad's subsidiary, Gabungan Warisan Sdn. Bhd. to develop approximately 617.3 acres of land in Kuala Krai, Kelantan Darul Naim (Note B8). The lease expires on 2 July 2112.

B10. Realised/unrealised profits/losses

	As at 31-12-2014 RM'000	As at 31-03-2014 RM'000
Total retained profits of Kumpulan Fima Berhad and its subsidiaries:		
- Realised	337,280	304,027
- Unrealised	(31,148)	(32,700)
	<u>306,132</u>	<u>271,327</u>
Total share of retained profits from associated companies:		
- Realised	35,475	32,960
- Unrealised	978	1,447
	<u>36,453</u>	<u>34,407</u>
Consolidation adjustments	(31,488)	(27,338)
Total group retained profits as per consolidated accounts	<u>311,097</u>	<u>278,396</u>

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 31-12-14	Preceding Year Corresponding Quarter 31-12-13	Current Year To Date 31-12-14	Preceding Year Corresponding Period 31-12-13
Profit net of tax attributable to owners of the Company used in the computation of earnings per share (RM'000)	21,522	21,939	54,654	52,727
Weighted average number of ordinary shares in issues ('000)	274,884	271,293	274,884	271,293
Effect of dilution - Share options ('000)	425	830	1,122	1,245
Weighted average number of ordinary shares for diluted earnings per share computation ('000)	275,309	272,123	276,006	272,538
Basic earnings per share (sen per share)	7.83	8.09	19.88	19.44
Diluted earnings per share (sen per share)	7.82	8.06	19.80	19.35

By order of the Board

MOHD YUSOF BIN PANDAK YATIM (MIA 4110)

JASMIN BINTI HOOD (LS0009071)

Company Secretaries

Kuala Lumpur

Dated : 27 February 2015