



KUMPULAN FIMA BERHAD (11817-V)  
(Incorporated in Malaysia)

Condensed Consolidated Financial Statements  
For The Fourth Quarter And Financial Year Ended 31 March 2016

**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME  
FOR THE FOURTH QUARTER AND FINANCIAL YEAR ENDED 31 MARCH 2016  
(THE FIGURES HAVE NOT BEEN AUDITED)**

	Note	Current Quarter		12 Months Cumulative	
		Current Year Quarter 31-03-2016 RM'000	Preceding Year Corresponding Quarter 31-03-2015 RM'000	Current Year To Date 31-03-2016 RM'000	Preceding Year Corresponding Period 31-03-2015 RM'000
Revenue	A9	133,961	135,028	541,107	544,789
Cost of sales		(83,352)	(96,229)	(344,271)	(345,235)
<b>Gross profit</b>		<b>50,609</b>	<b>38,799</b>	<b>196,836</b>	<b>199,554</b>
Other income		3,117	8,803	12,843	21,732
<b>Other items of expense</b>					
Administrative expenses		(11,770)	(17,443)	(63,541)	(65,246)
Selling and marketing expenses		(6,738)	(4,517)	(11,595)	(9,798)
Other expenses		(5,631)	(5,612)	(24,019)	(27,730)
		(24,139)	(27,572)	(99,155)	(102,774)
Finance costs		(284)	(102)	(515)	(351)
Share of profit of associates		1,049	1,514	1,359	4,141
<b>Profit before tax</b>	A9/A10	<b>30,352</b>	<b>21,442</b>	<b>111,368</b>	<b>122,302</b>
Income tax expense	B5	(10,654)	(15,024)	(31,671)	(38,285)
<b>Profit net of tax</b>		<b>19,698</b>	<b>6,418</b>	<b>79,697</b>	<b>84,017</b>
<b>Other comprehensive income</b>					
Foreign currency translation differences for foreign operations		(14,704)	2,541	(18,751)	8,522
Remeasurement of defined benefit liability		265	-	265	-
Revaluation of land and buildings		-	54,549	-	54,549
<b>Total comprehensive income for the period/year</b>		<b>5,259</b>	<b>63,508</b>	<b>61,211</b>	<b>147,088</b>
<b>Profit attributable to :</b>					
Equity holders of the Company		10,140	3,922	56,425	58,576
Non-controlling interests		9,558	2,496	23,272	25,441
<b>Profit for the period/year</b>		<b>19,698</b>	<b>6,418</b>	<b>79,697</b>	<b>84,017</b>
<b>Total comprehensive income attributable to :</b>					
Equity holders of the Company		(812)	50,844	37,550	111,691
Non-controlling interests		6,071	12,664	23,661	35,397
<b>Total comprehensive income for the period/year</b>		<b>5,259</b>	<b>63,508</b>	<b>61,211</b>	<b>147,088</b>
<b>Earnings per share attributable to owners of the parent (sen per share):</b>					
Basic	B13	3.67	1.42	20.40	21.26
Diluted	B13	3.65	1.42	20.20	21.10

(The condensed consolidated statement of comprehensive income should be read in conjunction with the audited financial statements for the year ended 31 March 2015 and the accompanying explanatory notes attached to the interim financial statements).

**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**

	As At 31-03-2016 (unaudited) RM'000	As At 31-03-2015 (audited) RM'000 Restated
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	344,402	334,322
Investment properties	70,097	71,857
Biological assets	153,476	129,399
Investment in associates	45,556	45,907
Deferred tax assets	8,394	5,445
Goodwill on consolidation	12,710	12,710
	<u>634,635</u>	<u>599,640</u>
<b>Current assets</b>		
Inventories	90,807	127,812
Trade receivables	183,562	192,285
Other receivables	27,963	33,048
Cash and bank balances	247,592	236,710
	<u>549,924</u>	<u>589,855</u>
<b>TOTAL ASSETS</b>	<u>1,184,559</u>	<u>1,189,495</u>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity attributable to equity holders of the Company</b>		
Share capital	276,968	276,087
Share premium	24,694	23,930
Other reserves	138,021	157,068
Retained earnings	308,311	275,202
	<u>747,994</u>	<u>732,287</u>
Non-controlling interests	250,986	245,723
<b>Total equity</b>	<u>998,980</u>	<u>978,010</u>
<b>Non-current liabilities</b>		
Finance lease obligations	16,799	5,094
Retirement benefit obligations	1,391	1,634
Deferred tax liabilities	46,951	40,413
	<u>65,141</u>	<u>47,141</u>
<b>Current liabilities</b>		
Short term borrowings	15,927	6,435
Trade payables	44,007	93,241
Other payables	59,818	61,586
Tax payable	686	3,082
	<u>120,438</u>	<u>164,344</u>
<b>Total liabilities</b>	<u>185,579</u>	<u>211,485</u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<u>1,184,559</u>	<u>1,189,495</u>
Net assets per share (RM)	<u>2.70</u>	<u>2.65</u>

*(The condensed consolidated statement of financial position should be read in conjunction with the audited financial statements for the year ended 31 March 2015 and the accompanying explanatory notes attached to the interim financial statements).*

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2016**

Group	Attributable to Equity Holders of the Company											
	Non-distributable							Distributable				
	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 earnings	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	RM'000
<b>At 1 April 2015</b>	276,087	23,930	157,068	87,471	437	66,459	4,560	(1,859)	275,202	732,287	245,723	978,010
Total comprehensive income for the year	-	-	(19,087)	-	-	-	-	(19,087)	56,637	37,550	23,661	61,211
<b>Transactions with owners</b>												
Acquisition of subsidiary	-	-	-	-	-	-	-	-	-	-	1,415	1,415
Dividend paid	-	-	-	-	-	-	-	-	(23,528)	(23,528)	-	(23,528)
Dividend paid to non-controlling interests	-	-	-	-	-	-	-	-	-	-	(19,679)	(19,679)
Grant of equity-settled share options	-	-	401	-	-	-	401	-	-	401	-	401
Exercise of employee share options	881	764	(361)	-	-	-	(361)	-	-	1,284	-	1,284
Purchase of treasury shares by a subsidiary	-	-	-	-	-	-	-	-	-	-	(134)	(134)
Total transaction with owners	-	-	40	-	-	-	40	-	(23,528)	(21,843)	(18,398)	(41,792)
<b>At 31 March 2016</b>	276,968	24,694	138,021	87,471	437	66,459	4,600	(20,946)	308,311	747,994	250,986	998,980
<b>At 1 April 2014</b>	273,497	21,473	64,916	43,313	437	26,758	5,224	(10,816)	278,396	638,282	224,944	863,226
Total comprehensive income for the year	-	-	53,115	44,158	-	-	-	8,957	58,576	111,691	35,397	147,088
<b>Transactions with owners</b>												
Dividend paid	-	-	-	-	-	-	-	-	(22,069)	(22,069)	-	(22,069)
Dividend paid to non-controlling interests	-	-	-	-	-	-	-	-	-	-	(14,618)	(14,618)
Grant of equity-settled share options	-	-	427	-	-	-	427	-	-	427	-	427
Bonus share issued by a subsidiary	-	-	39,701	-	-	39,701	-	-	(39,701)	-	-	-
Exercise of employee share options	2,590	2,457	(1,091)	-	-	-	(1,091)	-	-	3,956	-	3,956
Total transaction with owners	2,590	2,457	39,037	-	-	39,701	(664)	-	(61,770)	(17,686)	(14,618)	(32,304)
<b>As 31 March 2015</b>	276,087	23,930	157,068	87,471	437	66,459	4,560	(1,859)	275,202	732,287	245,723	978,010

(The condensed consolidated statements of changes in equity should be read in conjunction with the audited financial statements for the year ended 31 March 2015 and the accompanying explanatory notes attached to the interim financial statements).

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS  
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2016**

	← 12 months ended →	
	31-03-2016	31-03-2015
	RM'000	RM'000
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit before tax	111,368	122,302
Adjustments for:		
Depreciation for property, plant and equipment	30,111	29,467
Depreciation of investment properties	1,682	1,602
Amortisation of biological assets	6,369	5,719
Impairment loss on trade receivables	6,444	3,311
Write back of impairment loss on trade receivables	(3,694)	(2,208)
Impairment loss on goodwill	-	345
(Write back)/provision for retirement benefit obligation	(309)	182
Writedown of inventories	88	232
Property, plant and equipment written off	-	90
Gain on disposal of property, plant and equipment	(71)	(405)
Gain from plantation investment compensation	(346)	(811)
Share of result of associates	(1,359)	(4,141)
Net unrealised forex gain	(1,438)	(7,418)
Share and options granted under ESS	342	504
Interest expense	515	351
Interest income	(6,481)	(8,153)
Operating profit before working capital changes	143,221	140,969
Decrease/(increase) in inventories	37,023	(18,816)
Decrease/(increase) in receivables	18,673	(82,496)
(Decrease)/increase in payables	(48,335)	59,607
Cash generated from operations	150,582	99,264
Interest paid	(515)	(351)
Taxes paid	(40,332)	(41,529)
Retirement benefits paid	(13)	-
Net cash generated from operating activities	109,722	57,384
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Biological assets expenditure	(31,863)	(25,163)
Acquisition of subsidiary, net cash acquired	(4,162)	(7,503)
Proceeds from disposal of property, plant and equipment	-	461
Plantation investment compensation	711	1,300
Purchase of property, plant and equipment	(24,270)	(15,169)
Purchase of investment property	(1,626)	-
Net dividend received from an associated company	1,140	1,140
Repayment of obligation under finance lease	(442)	(428)
Interest received	6,481	8,153
Net cash used in investing activities	(54,031)	(37,209)
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Net repayment of borrowings	(8,020)	(251)
Proceeds from exercise of employee share scheme	1,284	3,956
Dividend paid	(23,528)	(22,069)
Dividend paid by a subsidiary to non-controlling interests	(19,679)	(14,618)
Decrease in deposits on lien	-	173
Net cash used in financing activities	(49,943)	(32,809)
<b>NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS</b>	5,748	(12,634)
<b>EFFECT ON FOREIGN EXCHANGE RATE CHANGES IN CASH AND CASH EQUIVALENTS</b>	5,134	6,719
<b>CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR</b>	236,710	242,625
<b>CASH AND CASH EQUIVALENTS AT END OF YEAR</b>	247,592	236,710
<b>CASH AND CASH EQUIVALENTS COMPRISE:</b>		
Cash and bank balances	44,761	20,425
Fixed deposits with financial institutions	202,831	216,285
	247,592	236,710

*(The condensed consolidated statement of cash flow should be read in conjunction with the audited financial statements for the year ended 31 March 2015 and the accompanying explanatory notes attached to the interim financial statements).*

**PART A - Explanatory notes pursuant to FRS 134**

**A1. Basis of preparation**

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 2015. 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 2015.

**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 2015 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 2015, the Group adopted the following new and amended FRSs and IC Interpretations:

	<b>Effective for annual period beginning on or after</b>
Amendments to FRS 119: Defined benefit plan (Employee contribution)	1 July 2014
Annual Improvements to FRSs 2010-2012 Cycle	1 July 2014
Annual Improvements to FRSs 2011-2013 Cycle	1 July 2014

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 year.

**(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:

	<b>Effective for annual period beginning on or after</b>
Annual Improvements to FRSs 2012-2014 Cycle	1 January 2016
Amendments to FRS 11: Accounting for Acquisition of Interests in Joint Operations	1 January 2016
Amendments to FRS 116 and FRS 138: Clarification of Acceptable Methods of Depreciation and Amortisation	1 January 2016
Amendments to FRS 116 and FRS 141: Agriculture: Bearer Plants	1 January 2016
Amendments to FRS 10 and FRS 128: Sale or Contribution of Assets between an investor and its Associate or Joint Venture	1 January 2016
Amendments to FRS 127: Equity Method in Separate Financial Statements	1 January 2016
Amendments to FRS 101: Disclosure Initiatives	1 January 2016

**A2. Changes in accounting policies (contd)**

**(b) Standards and interpretations issued but not yet effective (contd)**

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

	<b>Effective for annual period beginning on or after</b>
Amendments FRS 10, FRS 12 and FRS 128: Investment Entities:	
Applying the Consolidation Exception	1 January 2016
FRS 14: Regulatory Deferral Accounts	1 January 2016
Amendments to FRS 112: Recognition of Deferred Tax Assets for Unrealised Losses	1 January 2017
Amendments to FRS 107: Disclosure Initiative	1 January 2017
FRS 15: Revenue from Contracts with Customers	1 January 2018
FRS 9: Financial Instruments	1 January 2018

The Group will adopt the above pronouncements when they become effective in the respective financial periods. These pronouncements are not expected to have any significant effect to the financial statements of the Group upon their initial application, other than for FRS 9 Financial Instruments and FRS 15 Revenue from Contracts with Customers.

**(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 Framework ("MFRS Framework").

The MFRS Framework is to be applied by all Entities Other than Private Entities for annual periods beginning on or after 1 January 2012, with the exception of entities that are within the scope of MFRS 141 Agriculture (MFRS 141) and IC Interpretation 15 Agreements for the Construction of Real Estate (IC 15), including its parent, significant investor and venturer (herein called "Transitioning Entities").

Transitioning Entities are allowed to defer adoption of the new MFRS Framework. The adoption of the MFRS Framework by Transitioning Entities will be mandatory for annual periods beginning on or after 1 January 2018.

The Group falls within the scope definition of Transitioning Entities and accordingly, will be required to prepare financial statements using the MFRS Framework in its first MFRS financial statements for the year ending 31 March 2019. In presenting its first MFRS financial statements, the Group will be required to adjust the comparative financial statements prepared under FRS to amounts reflecting the application of MFRS Framework. The majority of the adjustments required on transition will be made, retrospectively, against the opening retained earnings.

The Group has not completed its assessment of the financial effects of the differences between Financial Reporting Standards and accounting standards under the MFRS Framework. The Group expects to be in a position to fully comply with the requirements of the MFRS Framework for the financial year ending 31 March 2019.

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

The financial statements of the Group for the financial year ended 31 March 2015 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 and year ended 31 March 2016.

**A6. Changes in estimates**

There were no changes or estimates that 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	26,000	38,480

**A8. Dividend paid**

The following dividends were paid during the current and previous corresponding period:

Final Dividend		Cumulative Quarter Ended	
		31-03-2016 RM'000	31/03/2015 RM'000
2015	8.5% single tier dividend (paid on 20 October 2015)	23,528	-
2014	8.0% single tier dividend (paid on 15 October 2014)	-	22,069
		<b>23,528</b>	<b>22,069</b>



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

	Quarter Ended		12 Months Cumulative	
	31-03-2016	31-03-2015	31-03-2016	31-03-2015
	RM'000	RM'000	RM'000	RM'000
<b>Revenue</b>				
Manufacturing*	65,773	63,528	268,302	266,479
Plantation	20,890	32,813	112,626	115,688
Bulking	18,618	16,530	67,451	66,809
Food	28,232	20,701	88,420	90,765
Others	9,161	6,235	29,670	18,601
	142,674	139,807	566,469	558,342
Elimination of inter-segment sales	(8,713)	(4,779)	(25,362)	(13,553)
	133,961	135,028	541,107	544,789
<b>Profit before tax</b>				
Manufacturing*	15,968	10,759	54,006	50,543
Plantation	1,675	555	14,780	24,734
Bulking	11,159	8,821	38,876	38,077
Food	3,775	(5,964)	4,717	276
Others	(3,274)	5,756	(2,370)	4,531
	29,303	19,927	110,009	118,161
Associated companies	1,049	1,515	1,359	4,141
	30,352	21,442	111,368	122,302

\* Production and trading of security documents.

**A10. Profit before tax**

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

	Quarter Ended		12 Months Cumulative	
	31-03-2016	31-03-2015	31-03-2016	31-03-2015
	RM'000	RM'000	RM'000	RM'000
<b>Other income</b>				
Interest income	2,320	2,734	6,481	8,153
Gain on disposal of property, plant and equipment	71	387	71	405
(Loss)/gain from plantation investment compensation	(5)	811	346	811
Foreign exchange (loss)/gain	(1,350)	2,494	1,537	7,799
<b>Operating expenses</b>				
Depreciation and amortisation	8,589	9,146	38,162	36,788
Interest expense	284	102	515	351
Impairment loss on trade receivables	4,066	1,008	6,444	3,311
Write back of impairment loss on trade receivables	(3,694)	(2,208)	(3,694)	(2,208)
(Write back)/write down of inventories	(303)	66	88	232
Impairment loss on goodwill	-	345	-	345

The Group does not deal in derivatives.

**A11. Valuation of property, plant and equipment**

The valuation of land and building have been brought forward from the last financial statements for the year ended 31 March 2015.

**A12. Subsequent 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 current quarter and financial year to date including business combinations, acquisition or disposal of subsidiaries and long term investments, restructuring and discontinued operations except for the acquisition by a wholly-owned subsidiary of Fima Corporation Berhad, FCB Plantation Holdings Sdn Bhd ("FCBPH") of 140,000 ordinary shares of RM1.00 each in R.N.E. Plantation Sdn Bhd ("R.N.E. Plantation"), representing 70% of the total issued and paid up share capital of R.N.E. Plantation for a total purchase consideration of RM4.2 million which was completed on 4 December 2015. Details of the acquisition are disclosed in Note B8.

**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 :

	<b>Current Year To Date RM'000</b>
Plant and equipment	10,071
Vehicles	3,955
Land and buildings	8,012
Furniture and fittings	2,232
	<u>24,270</u>

**A17. Capital commitments**

The amount of commitments not provided for in the interim financial statements as at 31 March 2016 were as follows:

	<b>Current Year To Date RM'000</b>
Property, plant and equipment	
- Approved and contracted for	2,955
- Approved but not contracted for	<u>51,314</u>

**A18. Related party transactions**

The Group's related party transactions during the financial period were as follows:

<b>KFB and its subsidiaries</b>	<b>Transacting parties</b>	<b>Relationship</b>	<b>Nature of transactions</b>	<b>RM'000</b>
Kumpulan Fima Berhad	BHR Enterprise Sdn Bhd	Common Shareholders/ Directors	Advisory services	(120)
Fima Corporation Berhad	Nationwide Express Courier Services Bhd	Common Shareholders/ Directors	Rental income	78
PT Nunukan Jaya Lestari	PT Pohon Emas Lestari	Common Shareholders/ Directors	Purchase of fresh fruit bunches	(5,003)
Percetakan Keselamatan Nasional Sdn. Bhd.	Nationwide Express Courier Services Bhd	Common Shareholders/ Directors	Purchase made - delivery services	(344)

**A19. Comparative**

Certain comparative amounts have been reclassified to conform with current year presentation.

	<b>As previously stated RM'000</b>	<b>Adjustments RM'000</b>	<b>As restated RM'000</b>
<b>As at 31 March 2015</b>			
<b>ASSETS</b>			
<b>NON-CURRENT ASSETS</b>			
Property, plant and equipment	328,632	5,690	334,322
Goodwill	18,400	(5,690)	<u>12,710</u>

**PART B - Bursa Securities Listing Requirements**
**B1. Review of performance**
**Group Performance**

(RM Million)	<u>Current YTD</u>	<u>Previous YTD</u>	<b>Variance</b>	<b>%</b>
Revenue	541.11	544.79	(3.68)	(0.7)
Profit before tax	111.37	122.30	(10.93)	(8.9)

Group revenue for the financial year ended 31 March 2016 decreased to RM541.11 million as compared to RM544.79 million recorded in the previous financial year. The decrease of RM3.68 million (0.7%) was attributed to the lower revenue generated by plantation and food divisions.

In line with the lower revenue, profit before tax ("PBT") decreased by RM10.93 million to RM111.37 million from last year, due to lower PBT recorded by all divisions and increase in operating cost of certain division as explained below.

The performance of each business division is as follows:

**Manufacturing Division**

(RM Million)	<u>Current YTD</u>	<u>Previous YTD</u>	<b>Variance</b>	<b>%</b>
Revenue	268.30	266.48	1.82	0.7
Profit before tax	54.01	50.54	3.47	6.9

Revenue from **Manufacturing Division** increased by 0.7% to RM268.30 million from RM266.48 million recorded last year, mainly due to higher sales volume of certain documents. PBT increased by 6.9% to RM54.01 million from RM50.54 million posted last year. The improvement was mainly due to lower indirect cost.

**Plantation Division**

(RM Million)	<u>Current YTD</u>	<u>Previous YTD</u>	<b>Variance</b>	<b>%</b>
<b>Revenue</b>				
<u>Indonesia</u>				
- Crude palm oil (CPO)	91.54	104.04	(12.50)	(12.0)
- Crude palm kernel oil (CPKO)	9.49	-	9.49	100.0
- Palm kernel (PK)	1.59	3.08	(1.49)	(48.4)
<u>Malaysia</u>				
- Fresh fruit bunch/Pineapple	10.01	8.57	1.44	16.8
<b>Total</b>	<u>112.63</u>	<u>115.69</u>	<u>(3.06)</u>	<u>(2.6)</u>
<b>Profit Before Tax</b>	14.78	24.73	(9.95)	(40.2)
<b>Sales Quantity (mt)</b>				
- CPO	44,228	45,350	(1,122)	(2.5)
- CPKO	3,314	1,104	2,210	200.2
- PK	1,899	3,526	(1,627)	(46.1)
<b>Average net CIF selling price, net of duty (RM)</b>				
- CPO	2,064	2,207	(143)	(6.5)
- CPKO	2,863	-	2,863	100.0
- PK	835	873	(38)	(4.4)

**B1. Review of performance (contd)**

**Plantation Division (contd)**

Revenue from **Plantation Division** decreased by 2.6% to RM112.63 million compared to last year mainly due to lower sales volume of CPO. The division posted a PBT of RM14.78 million, 40.2% lower than last year. The drop in PBT was mainly due to higher manuring cost of RM3.6 million following the implementation of an improved fertilizer application programme. In addition, withholding tax on the foreign dividend income received increased by RM1.7 million, while interest income decreased by RM1.6 million.

**Bulking Division**

(RM Million)	Current YTD	Previous YTD	Variance	%
Revenue	67.45	66.81	0.64	1.0
Profit before tax	38.88	38.08	0.80	2.1

**Bulking Division** recorded an increase of RM0.64 million or 1.0% in revenue to RM67.45 million from RM66.81 million recorded last year. The increase was mainly due to higher contributions from the edible oil segment. In line with the increase in revenue, the division's PBT increased by RM0.80 million (2.1%) to RM38.88 million.

**Food Division**

(RM Million)	Current YTD	Previous YTD	Variance	%
<b>Revenue</b>				
Papua New Guinea (PNG)	82.43	84.98	(2.55)	(3.0)
Malaysia	5.99	5.79	0.20	3.5
	<u>88.42</u>	<u>90.77</u>	<u>(2.35)</u>	<u>(2.6)</u>
Profit before tax	4.72	0.28	4.44	1,609.1

**Food Division's** revenue decreased to RM88.42 million compared to RM90.77 million recorded in the same period last year. The decrease in revenue was mainly due to the lower sales of mackerel and tuna. PBT of the division increased by RM4.44 million as compared to RM0.28 million profit in the same period last year.

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

**Group Performance**

(RM Million)	QTR 4 FY 2016	QTR 3 FY 2016	Variance	%
Revenue	133.96	134.71	(0.75)	(0.6)
Profit before tax	30.35	28.63	1.73	6.0

The Group's revenue decreased by RM0.75 million to RM133.96 million compared to the preceding quarter, as a result of the lower revenue recorded by manufacturing and plantation divisions.

PBT increased by RM2.24 million to RM30.87 million as compared to RM28.63 million recorded in the preceding quarter mainly due to the positive contributions by manufacturing, plantation and food divisions.

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

The performance of each business division is as follows:

**Manufacturing Division**

(RM Million)	<b>QTR 4</b> <b>FY 2016</b>	<b>QTR 3</b> <b>FY 2016</b>	<b>Variance</b>	<b>%</b>
Revenue	65.77	68.17	(2.40)	(3.5)
Profit before tax	15.97	13.93	2.04	14.6

**Manufacturing Division's** revenue decreased by RM2.40 million or 3.5% in the current quarter compared to the preceding quarter. The decrease was mainly due to lower sales volume of security and confidential documents. However, lower indirect cost contribute to PBT improvement by 14.6% in the current quarter.

**Plantation Division**

(RM Million)	<b>QTR 4</b> <b>FY 2016</b>	<b>QTR 3</b> <b>FY 2016</b>	<b>Variance</b>	<b>%</b>
<b>Revenue</b>				
<u>Indonesia</u>				
- CPO	14.03	23.12	(9.09)	(39.3)
- CPKO	3.03	-	3.03	100.0
- CP	1.56	-	1.56	100.0
<u>Malaysia</u>				
- Fresh fruit bunch/Pineapple	2.27	2.64	(0.37)	(14.0)
<b>Total</b>	<b>20.89</b>	<b>25.76</b>	<b>(4.87)</b>	<b>(18.9)</b>
<b>Profit Before Tax</b>	<b>1.68</b>	<b>(0.35)</b>	<b>2.03</b>	<b>575.9</b>
<b>Sales Quantity (mt)</b>				
- CPO	8,589	11,209	(2,620)	(23.4)
- CPKO	1,115	-	1,115	100.0
<b>Average net CIF selling price, net of duty (RM)</b>				
- CPO	1,747	2,052	(305)	(14.9)
- CPKO	2,730	-	2,730	100.0

**Plantation Division's** revenue for the quarter under review of RM20.89 million was RM4.87 million lower than the preceding quarter due to lower sales volume and lower selling price of CPO. However, PBT increased by RM1.68 million compared to the preceding quarter mainly due to favourable exchange variation.

**Bulking Division**

(RM Million)	<b>QTR 4</b> <b>FY 2016</b>	<b>QTR 3</b> <b>FY 2016</b>	<b>Variance</b>	<b>%</b>
Revenue	18.62	17.84	0.78	4.4
Profit before tax	11.16	11.17	(0.01)	(0.1)

Revenue from **Bulking Division** of RM18.62 million was 4.4% higher than the preceding quarter. The increase in results was due to higher volume of edible oil being handled. Despite increase in revenue, PBT decreased 0.1% to RM11.16 million over the preceding quarter.

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

**Food Division**

(RM Million)	QTR 4 FY 2016	QTR 3 FY 2016	Variance	%
<b>Revenue</b>				
PNG	26.74	20.63	6.11	29.6
Malaysia	1.49	0.96	0.53	55.4
	<u>28.23</u>	<u>21.59</u>	<u>6.64</u>	<u>30.8</u>
Profit before tax	3.78	2.60	1.18	45.4

Revenue from **Food Division** increased by RM6.64 million or 30.8% to RM28.23 million as compared to the preceding quarter due to higher sales volume. The division registered PBT of RM3.78 million during the quarter.

**B3. Prospects**

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

The **Manufacturing Division** outlook for the next financial year continues to remain challenging.

The prospects for **Plantation Division** is very much dependent on global commodity prices. Based on the current prices of palm oil products, the outlook of this segment continues to remains steady.

**Bulking Division.** The prospects for the remaining period are expected to remain challenging. The demand for storage of Edible oil products and the Malaysia Derivatives Exchange's (MDEX) Edible Oil tender is anticipated to increase whilst transshipment businesses is expected to remain low. This arises from the levy imposed by the Indonesian Government on all edible oil exports. The storage utilisation rate is expected to be challenging for the next financial year. The division is looking to secure more long term contracts with customers and handling higher margin products.

**Food Division** faces tough challenges ahead, particularly in Papua New Guinea where the division's main operation is located, amidst challenging market competition from the onslaught of cheaper imported products, currency fluctuation, and current global uncertainty. The division will continue its focus on operational efficiency, productivity, margin improvements and cost control as well as emphasis on quality, service and delivery.

**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. Income tax expense**

	Current Year Quarter 31-03-2016 RM'000	Current Year To Date 31-03-2016 RM'000
Current taxation	10,654	31,671

The effective tax rate on Group's profit to date is higher than the statutory tax rate mainly due certain expenses disallowed for taxation purposes and no group relief.

**NOTES TO THE QUARTERLY ANNOUNCEMENT FOR THE FOURTH QUARTER AND FINANCIAL YEAR ENDED 31 MARCH 2016**
**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**
**(a) Status of corporate proposal**

There are no corporate proposals announced but not completed at the date of this report.

**(b) Utilisation of proceeds raised from any corporate proposal**

Not applicable.

**B9. Borrowings and debt securities**

	As at 31-03-2016 RM'000	As at 31-03-2015 RM'000
<b>Secured:</b>		
<b>Non-current</b>		
*Obligations under finance leases	16,799	5,094
<b>Current</b>		
*Obligations under finance leases	646	491
Bankers' acceptance	10,281	5,944
Short term revolving credit	5,000	-
	<u>15,927</u>	<u>6,435</u>
	<u>32,726</u>	<u>11,529</u>

\* The obligations under finance leases are in respect of the following land lease:

- (i) A 99 year land lease granted to subsidiary, Gabungan Warisan Sdn. Bhd. to develop approximately 249.8 ha of land in Kuala Krai, Kelantan Darul Naim. The lease expires on 2 July 2112.
- (ii) Sub-leases granted to subsidiaries, Taka Worldwide Trading Sdn. Bhd. and Etika Gangsa Sdn. Bhd. over 2 parcels of land measuring approximately 404.6 ha, deemed suitable for oil palm cultivation, situated in Mukim Relai, Daerah Jajahan Gua Musang, Kelantan for a term of 66 years expiring 5 March 2075, with an option to renew for a further period of 33 years.
- (iii) A 60 year lease granted to subsidiary, R.N.E. Plantation Sdn Bhd over 1 plot of agricultural land measuring 2,000 ha located at Sungai Siput, Daerah Kuala Kangsar, Perak. The lease will expire on 3 August 2075, with an option to renew for a further 30 years.



**NOTES TO THE QUARTERLY ANNOUNCEMENT FOR THE FOURTH QUARTER AND FINANCIAL YEAR ENDED 31 MARCH 2016**
**B10. Realised/unrealised earnings/(losses)**

	<b>As at 31-03-2016 RM'000</b>	<b>As at 31-03-2015 RM'000</b>
Total retained earnings of Kumpulan Fima Berhad and its subsidiaries:		
- Realised	353,739	299,418
- Unrealised	(49,975)	(36,137)
	<u>303,764</u>	<u>263,281</u>
Total share of retained earnings from associated companies:		
- Realised	45,952	36,644
- Unrealised	(4,151)	(2,988)
	<u>41,801</u>	<u>33,656</u>
Consolidation adjustments	(37,254)	(21,735)
Total group retained earnings as per consolidated accounts	<u>308,311</u>	<u>275,202</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.

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 is recommending a final single-tier dividend of 9.0% (2015:8.5%) amounting to approximately RM25.36 million for the current financial year subject to approval of the shareholders at the forthcoming Annual General Meeting.

**B13. Earnings per share**

The basic earnings per share are calculated as follows:

	Quarter Ended		Cumulative Quarter Ended	
	31/03/2016	31/03/2015	31/03/2016	31/03/2015
Profit net of tax attributable to owners of the Company used in the computation of earnings per share (RM'000)	10,140	3,922	56,425	58,576
Weighted average number of ordinary shares in issues ('000)	276,654	275,519	276,654	275,519
Effect of dilution - Share options ('000)	928	965	2,728	2,087
Weighted average number of ordinary shares for diluted earnings per share computation ('000)	277,582	276,484	279,382	277,606
Basic earnings per share (sen per share)	3.67	1.42	20.40	21.26
Diluted earnings per share (sen per share)	3.65	1.42	20.20	21.10

**By order of the Board**

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

**JASMIN BINTI HOOD (LS0009071)**

Company Secretaries

**Kuala Lumpur**

**Dated : 26 May 2016**