



Condensed Consolidated Statement of Comprehensive Income  
For The Period Ended 30 September 2013

	Note	3 months Ended		3 months Ended	
		30.09.13 RM'000	30.09.12 RM'000	30.09.13 RM'000	30.09.12 RM'000
<b>Revenue</b>	8	357,288	355,512	357,288	355,512
Cost of Sales		(319,141)	(317,497)	(319,141)	(317,497)
<b>Gross Profit</b>		38,147	38,015	38,147	38,015
<b>Other Items of Income</b>					
Interest Income		372	81	372	81
Other Operating Income		2,216	950	2,216	950
<b>Other Items of Expenses</b>					
Selling Expenses		(10,739)	(12,772)	(10,739)	(12,772)
Administrative Expenses		(10,085)	(9,632)	(10,085)	(9,632)
Finance Costs		(6,585)	(7,885)	(6,585)	(7,885)
<b>Profit Before Tax</b>	8	13,326	8,757	13,326	8,757
Income Tax Expense	20	(1,500)	457	(1,500)	457
<b>Profit For The Period</b>		11,826	9,214	11,826	9,214
<b>Other Comprehensive Profit/(Loss):</b>					
Foreign Currency Translation		4,359	(9,057)	4,359	(9,057)
		4,359	(9,057)	4,359	(9,057)
<b>Total Comprehensive Profit For The Period</b>		16,185	157	16,185	157
<b>Profit/(Loss) For The Period Attributable To:</b>					
Owners of the Company		11,831	9,253	11,831	9,253
Non-controlling Interests		(5)	(39)	(5)	(39)
		11,826	9,214	11,826	9,214
<b>Total Comprehensive Profit/(Loss) Attributable To:</b>					
Owners of the Company		16,190	196	16,190	196
Non-controlling Interests		(5)	(39)	(5)	(39)
		16,185	157	16,185	157
<b>Earnings Per Share Attributable to Owners Of The Company (Sen Per Share):</b>					
		30.09.13	30.09.12	30.09.13	30.09.12
Basic	26 (a)	3.80	2.97	3.80	2.97
Diluted	26 (b)	3.80	2.97	3.80	2.97

The condensed consolidated statement of comprehensive income should be read in conjunction with the audited financial statement year ended 30 June 2013 and the accompanying explanatory notes attached to the interim financial statements.



Condensed Consolidated Statement of Financial Position  
As At 30 September 2013

	Note	As at 30.09.13 RM'000	As at 30.06.13 RM'000 (Audited)
<b>ASSETS</b>			
<b>Non-Current Assets</b>			
Property, plant and equipment	9	1,182,415	1,177,097
Biological assets	9	698,230	696,924
Investment properties		9,744	9,744
Land use rights		16,337	15,957
Other receivables		8,741	8,741
		<u>1,915,467</u>	<u>1,908,463</u>
<b>Current Assets</b>			
Inventories		112,513	135,525
Derivative assets		4,311	2,330
Trade receivables		79,320	123,434
Other receivables		30,148	30,508
Tax recoverable		14,666	10,229
Cash and bank balances		105,028	97,816
		<u>345,986</u>	<u>399,842</u>
<b>TOTAL ASSETS</b>		<u><u>2,261,453</u></u>	<u><u>2,308,305</u></u>
<b>EQUITY AND LIABILITIES</b>			
<b>Equity attributable to owners of the Company</b>			
Share capital		155,839	155,839
Share premium		53,727	53,727
Retained earnings	22	382,479	370,648
Other reserves		808,619	804,260
		<u>1,400,664</u>	<u>1,384,474</u>
<b>Non-controlling interests</b>		<u>110</u>	<u>115</u>
<b>Total Equity</b>		<u><u>1,400,774</u></u>	<u><u>1,384,589</u></u>
<b>Non-Current Liabilities</b>			
Borrowings	23	121,333	140,438
Deferred tax liabilities		136,463	136,963
		<u>257,796</u>	<u>277,401</u>
<b>Current Liabilities</b>			
Borrowings	23	562,841	543,195
Trade payables		27,953	86,258
Other payables		12,089	16,862
		<u>602,883</u>	<u>646,315</u>
<b>Total Liabilities</b>		<u><u>860,679</u></u>	<u><u>923,716</u></u>
<b>TOTAL EQUITY AND LIABILITIES</b>		<u><u>2,261,453</u></u>	<u><u>2,308,305</u></u>

The condensed consolidated statement of financial position should be read in conjunction with the annual financial statement for the year ended 30 June 2013 and the accompanying explanatory notes attached to the interim financial statements.

Condensed Consolidated Statement of Changes in Equity  
For The Period Ended 30 September 2013

	Non-Distributable		Distributable		Attributable to Owners of the Company				Attributable to Owners of the Company		Equity	
	Share Capital RM'000	Share Premium RM'000	Retained Earnings RM'000	Other Reserves Total RM'000	Asset Revaluation Reserve RM'000	Fair Value Adjustment Reserve RM'000	Foreign Currency Translation Reserve RM'000	Non-Distributable	Distributable	Attributable to Owners of the Company, Total RM'000	Non-controlling Interests RM'000	Total Equity RM'000
At 1 July 2012	155,839	53,727	340,550	805,611	787,145	4,193	14,273			1,355,727	286	1,356,013
Total comprehensive income	-	-	9,253	(9,057)	-	-	(9,057)			196	(39)	157
At 30 September 2012	155,839	53,727	349,803	796,554	787,145	4,193	5,216			1,355,923	247	1,356,170
At 1 July 2013	155,839	53,727	370,648	804,260	783,200	4,193	16,867			1,384,474	115	1,384,589
Total comprehensive income	-	-	11,831	4,359	-	-	4,359			16,190	(5)	16,185
At 30 September 2013	155,839	53,727	382,479	808,619	783,200	4,193	21,226			1,400,664	110	1,400,774

The condensed consolidated statement of changes in equity should be read in conjunction with the audited financial statements for the year ended 30 June 2013 and the accompanying explanatory notes attached to the interim financial statements.



Condensed Consolidated Statements of Cash Flows  
For the Period Ended 30 September 2013

	3 months Ended	
	30.09.13 RM'000	30.09.12 RM'000
<b>OPERATING ACTIVITIES</b>		
Profit before taxation	13,326	8,757
<b>Adjustments for:</b>		
Depreciation of property, plant and equipment	8,839	7,885
Gain on disposal of property, plant and equipment	(53)	(85)
Fair value changes on forward currency contract	1,918	1,190
Amortisation of Sukuk Ijarah	125	125
Interest expense	6,460	7,759
Interest income	(372)	(81)
<b>Operating cash flows before working capital changes</b>	<b>30,243</b>	<b>25,550</b>
<b>Changes in working capital:</b>		
Decrease in inventories	23,012	36,904
Decrease/(increase) in receivables	44,474	(51,684)
(Decrease)/increase in payables	(68,390)	10,063
<b>Total changes in working capital</b>	<b>(904)</b>	<b>(4,717)</b>
<b>Cash flows from operations</b>	<b>29,339</b>	<b>20,918</b>
Income tax paid	(3,437)	(3,523)
Interest paid	(6,585)	(7,884)
<b>Net cash flows generated from operating activities</b>	<b>19,317</b>	<b>9,511</b>
<b>INVESTING ACTIVITIES</b>		
Purchase of property, plant and equipment	(5,698)	(7,800)
Plantation development expenditure	(1,306)	(1,638)
Proceeds from disposal of property, plant and equipment	88	145
Interest received	372	81
<b>Net cash flows used in investing activities</b>	<b>(6,544)</b>	<b>(9,212)</b>
<b>FINANCING ACTIVITIES</b>		
Drawdown of short term revolving credits	60,000	41,859
Repayment of short term revolving credits	(60,000)	(45,328)
Drawdown of term loans	1,088	20,621
Repayment of term loans	(29,510)	(25,202)
Drawdown of hire purchase financing	296	936
Repayment of hire purchase financing	(714)	(527)
Drawdown of bankers' acceptances	619,556	508,096
Repayment of bankers' acceptances	(590,175)	(559,810)
<b>Net cash flows generated from/(used in) financing activities</b>	<b>541</b>	<b>(59,355)</b>
<b>Net increase/(decrease) in cash and cash equivalents</b>	<b>13,314</b>	<b>(59,056)</b>
<b>Effect of exchange rate differences</b>	<b>(6,102)</b>	<b>5,202</b>
<b>Cash and cash equivalents at beginning of period</b>	<b>97,816</b>	<b>129,846</b>
<b>Cash and cash equivalents at end of period</b>	<b>105,028</b>	<b>75,992</b>

The condensed consolidated statements of cash flows should be read in conjunction with the audited for the year ended 30 June 2013 and the accompanying explanatory notes attached to the interim fin:

## **1. Basis of Preparation**

The condensed consolidated interim financial statements have been prepared under the historical cost convention except for the revaluation of land, buildings and plantation infrastructure included within property, plant and equipment and biological assets.

The condensed consolidated 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 Main Market Listing Requirements of Bursa Malaysia Securities Berhad.

The condensed consolidated interim financial statements should be read in conjunction with the audited financial statements for the financial year ended 30 June 2013. These explanatory notes attached to the condensed consolidated interim financial statements provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group since the financial year ended 30 June 2013.

## **2. Significant Accounting Policies**

The significant accounting policies adopted are consistent with those of the audited financial statements for the financial year ended 30 June 2013, except for the adoption of the following new/amendments to FRSs:

On 1 July 2013, the Group adopted the following new and amended FRSs mandatory for annual financial periods beginning on or after 1 July 2013

### **Effective for financial periods beginning on or after 1 January 2013**

- 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
- IC Interpretation 20: Stripping Costs in the Production Phase of a Surface Mine
- 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
- Amendments to FRS 10: Consolidated Financial Statements: Transition Guidance
- Amendments to FRS 7: Disclosure – Offsetting Financial Assets and Financial Liabilities
- Amendments to FRS 11: Joint Arrangements: Transition Guidance
- Amendments to FRS 12: Disclosure of Interests in Other Entities: Transition Guidance
- Improvements to FRS issued in 2012
- Amendments to FRS 132: Offsetting Financial Assets and Financial Liabilities
- Amendments to FRS 10, FRS 12 and FRS 127: Investment Entities
- FRS 9: Financial Instruments

The adoption of the above new/amended FRSs do not have any significant financial impacts on the results and the financial position of the Group for the current quarter, except as disclosed below:

#### FRS 9: Financial Instruments

FRS 9 reflects the first phase of work on the replacement of FRS 139 and applies to classification and measurement of financial assets and financial liabilities as defined in FRS 139. The adoption of this first phase of FRS 9 will have an effect on the classification and measurement of the Group's financial assets but will potentially have no impact on classification and measurements of financial liabilities. The Group is in the process of making an assessment of the impact of adoption of FRS 9.

#### FRS 10: Consolidated Financial Statements

FRS 10 replaces the portion of FRS 127: Consolidated and separate Financial Statements that addresses the accounting for consolidated financial statements. FRS 10 establishes a single control model that applies to all entities including special purpose entities. The changes introduced by FRS 10 will require management to exercise judgement to determine which entities are controlled, and therefore, are required to be consolidated by a parent, compared with the requirements that were in FRS 127.

#### FRS 12: Disclosure of Interests in Other Entities

FRS 12 includes all disclosure requirements for interests in subsidiaries, joint arrangements, associates and structured entities. A number of new disclosures are required. This standard affects disclosures only and has no impact on the Group's financial position or performance.

#### FRS 13: Fair Value Measurement

FRS 13 establishes a single source of guidance under FRS for all fair value measurements. FRS 13 does not change when an entity is required to use fair value, but rather provides guidance on how to measure fair value under FRS when fair value is required or permitted. The Group is currently assessing the impact of adoption of FRS 13.

#### FRS 127: Separate Financial Statements

As a consequence of the new FRS 10 and FRS 12, FRS 127 is limited to accounting for subsidiaries, jointly controlled entities and associates in separate financial statements.

#### Amendments to FRS 7: Disclosures – Offsetting Financial Assets and Financial Liabilities

The amendments require additional information to be disclosed to enable users of financial statements to evaluate the effect or potential effect of netting arrangements, including rights of set-off associated with the entity's recognised financial assets and recognised financial liabilities, on the entity's financial position. The amendment affects disclosure only and has no impact on the Group's financial position or performance.

#### Amendments to FRS 132: Offsetting Financial Assets and Financial Liabilities

The amendments to FRS 132 clarified that a legally enforceable right to set off is a right to set off that must be contingent on a future event; and must be legally enforceable in the normal course of business, the event of default and the event of insolvency or bankruptcy of the entity and all of the counterparties. The amendments further clarified that an entity will meet the net settlement criterion as provided in FRS 132 if the entity can settle amounts in a manner that the outcome is, in effect, equivalent to net settlement.

As stated in our audited financial statements for the financial year ended 30 June 2013, the Group has yet to adopt the Malaysian Financial Reporting Standards (“MFRS”) framework, but has elected to be a transitioning entity which will only adopt the MFRS framework for the financial year ending 30 June 2015.

**3. Auditors’ Report on Preceding Annual Financial Statements**

The auditors’ report on the financial statements for the financial year ended 30 June 2013 was not qualified.

**4. Unusual Items due to their Nature, Size or Incidence**

There were no unusual items affecting assets, liabilities, equity, net income or cash flows during the current quarter under review.

**5. Changes in Estimates**

There were no material changes in estimates that have had material effects in the current quarter results.

**6. Comments About Seasonal or Cyclical Factors**

The seasonal or cyclical factors affecting the results of the operations of the Group are general climatic conditions, age profile of oil palms and the cyclical nature of annual production.

**7. Dividend Payable**

At the forthcoming Annual General Meeting, a first and final single tier dividend of 5 sen per ordinary share of RM0.50 each which is not taxable in the hands of the shareholders pursuant to paragraph 12B of Schedule 6 of the Income Tax Act 1967 will be proposed for shareholders’ approval. The proposed dividend, if approved, is amounting to RM15,583,863.20. The financial statements for the current financial period do not reflect this proposed dividend. Such dividend, if approved by the shareholders, will be accounted for in equity as an appropriation of retained earnings in the financial year ending 30 June 2014.

**Notes to the Condensed Consolidated Interim Financial Statements – 30 September 2013**

**8. Segmental Information**

Segmental information for the current financial period ended 30 September 2013 is as follows:

	<i>Oil palm plantations and palm products processing</i>		<i>Oleochemical Products</i>		<i>Others</i>		<i>Adjustments and eliminations</i>		<i>Per consolidated financial statements</i>	
	<i>30.9.13</i>	<i>30.9.12</i>	<i>30.9.13</i>	<i>30.9.12</i>	<i>30.9.13</i>	<i>30.9.12</i>	<i>30.9.13</i>	<i>30.9.12</i>	<i>30.9.13</i>	<i>30.9.12</i>
	<i>RM'000</i>	<i>RM'000</i>	<i>RM'000</i>	<i>RM'000</i>	<i>RM'000</i>	<i>RM'000</i>	<i>RM'000</i>	<i>RM'000</i>	<i>RM'000</i>	<i>RM'000</i>
<b>3 Months Ended 30 September</b>										
<b>Revenue</b>										
External Sales	293,116	300,428	64,172	55,084	-	-	-	-	357,288	355,512
Inter-segment	-	-	-	-	1,239	2,065	(1,239)	(2,065)	-	-
<b>Total Revenue</b>	<b>293,116</b>	<b>300,428</b>	<b>64,172</b>	<b>55,084</b>	<b>1,239</b>	<b>2,065</b>	<b>(1,239)</b>	<b>(2,065)</b>	<b>357,288</b>	<b>355,512</b>
<b>Results</b>										
Interest income	326	76	46	5	-	-	-	-	372	81
Depreciation	6,437	5,660	1,963	1,754	439	471	-	-	8,839	7,885
Segment profit/(loss)	14,976	12,544	(1,712)	(3,630)	62	(157)	-	-	13,326	8,757
<b>Revenue</b>										
External Sales	293,116	300,428	64,172	55,084	-	-	-	-	357,288	355,512
Inter-segment	-	-	-	-	1,239	2,065	(1,239)	(2,065)	-	-
<b>Total Revenue</b>	<b>293,116</b>	<b>300,428</b>	<b>64,172</b>	<b>55,084</b>	<b>1,239</b>	<b>2,065</b>	<b>(1,239)</b>	<b>(2,065)</b>	<b>357,288</b>	<b>355,512</b>
<b>Results</b>										
Interest income	326	76	46	5	-	-	-	-	372	81
Depreciation	6,437	5,660	1,963	1,754	439	471	-	-	8,839	7,885
Segment profit/(loss)	14,976	12,544	(1,712)	(3,630)	62	(157)	-	-	13,326	8,757



**9. Carrying Amount of Revalued Assets**

The valuations of land, buildings and plantation infrastructure included within property, plant and equipment and biological assets have been brought forward without amendment from the financial statements for the financial year ended 30 June 2012.

**10. Debt and Equity Securities**

There were no issuance, cancellation, repurchase, resale and repayment of debt and equity securities during the current quarter ended 30 September 2013.

**11. Changes in Composition of the Group**

There were no changes in the composition of the Group during the current quarter.

**12. Capital Commitments**

There were no capital commitments for the purchase of property, plant and equipment not provided for in the financial statements as at 30 September 2013.

**13. Changes in Contingent Liabilities and Contingent Assets**

**Unsecured**

The Company has provided corporate guarantees to secure banking facilities granted to its subsidiary companies. The amount utilised and outstanding as at 30 September 2013 amounted to approximately RM501 million.

**14. Subsequent Events**

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

**15. Performance Review**

***Oil palm plantations and palm products processing***

This major segment has contributed 82% of the Group's total revenue. For the current quarter under review, the segment recorded a revenue of RM293,116,000, as compared to the revenue reported in the corresponding period of preceding period, there is a decrease of 2% or RM6,904,000 in value. The decrease is principally attributed to the effect of lower average selling prices realised in the current quarter compared to the corresponding quarter of preceding period.

The average selling price of CPO traded for this quarter was RM2,263 per MT as compared to RM2,797 per MT traded in the corresponding quarter of preceding period.

***Oleochemicals***

Oleochemical division has accounted for 18% of the total Group's revenue for this quarter. The revenue has increased by RM8,680,000 in value to RM64,172,000 this quarter. The increase is primarily results from the increase in sales volume of glycerine, a 62% increase as compared to the corresponding quarter of preceding year.

***Others***

Others segments' results are insignificant to the Group.

**16. Comment on Material Change in Profit Before Tax**

Profit before tax of the Group during the quarter has increased by 52% or RM4,569,000 in value. The increase was principally attributed by the following:

- a) lower finance costs incurred for the current quarter which is in line with the Group's lower borrowings as at current quarter; and
- b) lower selling expenses incurred for the current quarter. This was mainly due to the decrease in sales volume in FOB term.

**17. Profit before tax**

Profit before tax for the period is arrived at after crediting/(charging):

	<i>3 months ended</i>		<i>3 months ended</i>	
	<i>30.9.2013</i>	<i>30.9.2012</i>	<i>30.9.2013</i>	<i>30.9.2012</i>
	<i>RM'000</i>	<i>RM'000</i>	<i>RM'000</i>	<i>RM'000</i>
Interest income	372	81	372	81
Interest expense	(6,585)	(7,885)	(6,585)	(7,885)
Gain on disposal of property, plant & equipment	53	85	53	85
Fair value gain on forward currency contracts	1,981	1,190	1,981	1,190
Depreciation on property, plant & equipment	(8,839)	(7,885)	(8,839)	(7,885)
Realised foreign exchange gain/(loss)	233	(37)	233	(37)

**18. Commentary on Prospects**

The recovery of the global economy remains slow, therefore the performance of the Group and the oil palm sector remain challenging. Furthermore, the performance of the China economy, which is the major palm oil buyer from Malaysia, is expected to be lower compared to the previous year due to economic structural reform by the new leadership.

Nevertheless, the Board of Directors expects that the Group will perform satisfactorily with sustainable performances and remained steadfast to its commitment to consistently enhance shareholders' return.

The Board of Directors is cautiously optimistic that the prospects for the oil palm industry remain bright in light of other various bullish demand factors while the group is also actively exploring expansion opportunities by increasing its planting acreage in Malaysia.

**19. Profit Forecast or Profit Guarantee**

The disclosure requirements for explanatory notes for the variance of actual profit and forecast profit and for the shortfall in profit guarantee are not applicable.

**20. Income Tax Expense**

	<i>3 months ended</i>		<i>3 months ended</i>	
	<i>30.9.2013</i>	<i>30.9.2012</i>	<i>30.9.2013</i>	<i>30.9.2012</i>
	<i>RM'000</i>	<i>RM'000</i>	<i>RM'000</i>	<i>RM'000</i>
Current income tax:				
- Malaysian income tax	(2,000)	(43)	(2,000)	(43)
Deferred tax	500	500	500	500
<b>Total income tax expense</b>	<b>(1,500)</b>	<b>457</b>	<b>(1,500)</b>	<b>457</b>

The effective tax rate for the current year was lower than the statutory income tax rate principally due to the availability of capital, agricultural and reinvestment allowances and double tax deduction of certain subsidiary companies for set-off against the current year's taxable profit for its plantations and palm product processing operations and certain expenses which are not deductible for tax purposes.

**21. Corporate Proposals**

There are no corporate proposals announced but not completed as at 24 November 2013.

**22. Retained Earnings**

The breakdown of retained profits of the Group as at 30 September 2013 is as follows:

	<i>As at</i>	<i>As at</i>
	<i>30.9.2013</i>	<i>30.6.2013</i>
	<i>RM'000</i>	<i>RM'000</i>
		<i>(Audited)</i>
Total retained earnings of the Company and its subsidiaries:		
- Realised	671,260	654,138
- Unrealised	(108,686)	(109,186)
	562,574	544,952
Less: Consolidation adjustments	(180,095)	(174,304)
<b>Total group retained earnings as per consolidated accounts</b>	<b>382,479</b>	<b>370,648</b>

### 23. Borrowings

The Group borrowings, which is secured, were as follows:

	<i>As at</i> <b>30.9.2013</b> <i>RM'000</i>	<i>As at</i> <b>30.6.2013</b> <i>RM'000</i> <i>(Audited)</i>
<b>Short term borrowings</b>		
- Secured	562,841	543,195
<b>Long term borrowings</b>		
- Secured	121,333	140,438
	<b>684,174</b>	<b>683,633</b>

Included in long term secured borrowings is RM121 million nominal value of term loans.

Borrowings denominated in foreign currency:

	<b>USD</b> <b>'000</b>	<b>RMB</b> <b>'000</b>	<b>RM'000</b> <b>equivalent</b>
United States Dollars	117,280	-	379,393
Renminbi	-	91,596	48,532
Total	<b>117,280</b>	<b>91,596</b>	<b>427,925</b>

### 24. Material Litigation

- i) On 18 March 1998, the Group is disputing a claim amounting to approximately RM8 million together with interests and costs from a commercial bank (“CB”) on two foreign currency forward contracts alleged to have been entered into by a subsidiary company.

In respect of the 1<sup>st</sup> foreign currency forward contract, judgment for the sum of RM2.6 million had been obtained by the CB on 24 March 1999. Subsequently, the Group filed a Notice of Appeal to the Court of Appeal and the Judge was found in favour of the Group. The CB was then ordered to refund the sum of RM3.2 million together with interests and costs to the Group.

In respect of the 2<sup>nd</sup> foreign currency forward contract, the CB is claiming for RM5 million together with interests and costs. The High Court Judge found in favour of the CB. However, the Group has applied for a stay of execution of the Judgment. The Court held that the execution of the Judgment be stayed provided that a sum of RM6.8 million (“Sum”) be deposited into an interest bearing account in the joint names of the CB and the Group’s solicitors. The said Sum shall be paid to the successful party after the disposal of the Appeal. The Group’s lawyers are of the opinion that the Group has a good prospect of succeeding in the Court of Appeal.

- ii) On 15 April 2010, DMGZ received a claim to deliver 1,700 metric tonnes of refined palm oil product with market value of RM6.3 million (RMB13 million) from a third party. The plaintiff also claiming for interest loss due to non-delivery of goods amounting to approximately RM1.21 million (RMB2.5 million) calculated up to the date of affidavit. The plaintiff claims that his agent stored the oil in DMGZ’s tank but DMGZ contended that the oil stored by the agent has already been despatched to their customers based on the said agent’s instruction. Legal proceeding is now in progress.

Other than the above, there were no material changes in material litigation, including the status of pending material litigation since the date of last annual statement of financial position date of 30 June 2013.

**25. Dividend**

No interim dividend has been declared for the financial year ending 30 June 2014.

**26. Earnings Per Share**

**(a) Basic**

Basic earnings per share amounts are calculated by dividing profit for the period attributable to owners of the Company by the weighted average number of ordinary shares in issue during the period.

	<i>3 months ended</i>		<i>3 months ended</i>	
	<i>30.9.2013</i>	<i>30.9.2012</i>	<i>30.9.2013</i>	<i>30.9.2012</i>
Profit for the period attributable to owners of the Company (RM'000)	11,831	9,253	11,831	9,253
Weighted average number of ordinary shares in issue ('000)	311,677	311,677	311,677	311,677
Basic earnings per share (sen)	3.80	2.97	3.80	2.97

**(b) Diluted**

For the purpose of calculating diluted earnings per share, the profit for the period attributable to owners of the Company and the weighted average number of ordinary shares in issue during the period have been adjusted for the dilutive effects of all potential ordinary shares and shares options granted to employees.

	<i>3 months ended</i>		<i>3 months ended</i>	
	<i>30.9.2013</i>	<i>30.9.2012</i>	<i>30.9.2013</i>	<i>30.9.2012</i>
Profit for the period attributable to owners of the Company (RM'000)	11,831	9,253	11,831	9,253
Weighted average number of ordinary shares in issue ('000):	311,677	311,677	311,677	311,677
Effect of dilution: Share options	-	-	-	-
Adjusted weighted average number of ordinary shares in issue and issuable	311,677	311,677	311,677	311,677
Diluted earnings per share (sen)	3.80	2.97	3.80	2.97

**27. Authorisation for Issue**

The condensed consolidated interim financial statements were authorised for issue by the Board of Directors in accordance with a resolution of the directors on 28 October 2013.