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### <u>Condensed Consolidated Statements of Profit or Loss and Other Comprehensive Income</u> <u>For the quarter ended 31 January 2015</u>

	(UNAUDITED)		(UNAU	DITED)
	INDIVIDUA		CUMULATIV	
	CURRENT	PRECEDING YEAR	CURRENT	PRECEDING YEAR
	YEAR	CORRESPONDING	YEAR	CORRESPONDING
	QUARTER	QUARTER	TO DATE	PERIOD
	31/01/2015	31/01/2014	31/01/2015	31/01/2014
	RM'000	RM'000	RM'000	RM'000
Revenue	229,965	197,822	446,233	412,257
Cost of sales	(193,365)	(159,739)	(366,784)	(332,660)
Gross Profit	36,600	38,083	79,449	79,597
Other income	3,845	6,325	10,796	12,914
Administrative expenses	(21,221)	(12,386)	(37,247)	(24,513)
Selling and distribution expenses	(17,104)	(16,545)	(37,253)	(34,639)
Other expenses	(2,535)	(2,535)	(5,070)	(5,070)
Operating profit	(415)	12,942	10,675	28,289
Finance costs	(3,565)	(2,598)	(6,638)	(4,936)
(Loss)/Profit before tax	(3,980)	10,344	4,037	23,353
Income tax expenses	1,541	(2,125)	(788)	(5,995)
(Loss)/Profit for the period	(2,439)	8,219	3,249	17,358
Other comprehensive loss, net of tax, to be reclassified to profit or loss to subsequent periods				
Net loss on available-for-sale financial assets	(9,831)	-	(17,615)	-
Total comprehensive (loss)/income for the period	(12,270)	8,219	(14,366)	17,358
Profit net of tax attributable to:				
Owners of the parent	(2,439)	8,219	3,249	17,358
Non-controlling interests (Loss)/Profit for the period	(2,439)	8,219	3,249	17,358
Total comprehensive income attributable to:				
Owners of the parent Non-controlling interests	(12,270)	8,219	(14,366)	17,358
Total comprehensive (loss)/income for the period	(12,270)	8,219	(14,366)	17,358
	Sen	Sen	Sen	Sen
(Loss)/ Earnings per share attributtable to Owners of the parent:				
- Basic	(1.30)	4.37	1.73	9.23
- Diluted	(1.50) N/A	4.57 N/A	N/A	N/A
···			1.0.21	

Note: N/A: Not Applicable

The condensed consolidated statement of comprehensive income should be read in conjunction with the audited financial statements for the year ended 31 July 2014 and the accompanying explanatory notes attached to the quarterly report.



#### Condensed Consolidated Statement of Financial Position As At 31 January 2015

<u>As At 31 January 2015</u>		
	(UNAUDITED)	(AUDITED)
	AS AT END OF	AS AT PRECEDING
	CURRENT QUARTER	FINANCIAL YEAR END
	31/01/2015	31/07/2014
	RM'000	RM'000
ASSETS		
Non-current assets	602 254	602 222
Property, plant & equipment Prepaid land lease payments	603,254 93,935	603,232 95,874
Biological assets	155,412	142,963
Investment properties	15,529	142,903
Investment properties	19,527	35,827
Intangible assets	14,951	20,021
Long term receivable	3,865	6,987
Deferred tax assets	15,803	13,270
	921,961	933,747
		,
Current assets Inventories	146,942	148,034
Trade and other receivables	128,492	62,050
Other current assets	5,200	3,596
Cash and bank balances	48,962	88,252
	329,596	301,932
TOTAL ASSETS	1,251,557	1,235,679
EQUITY AND LIABILITIES		
Equity attributable to owners of the parent:		
Share capital	209,000	209,000
Share premium	59,680	59,680
Treasury shares	(55,155)	(55,148)
Retained earnings	488,878	485,629
Available-for-sale reserve	(10,872)	6,743
Non controlling interacts	691,531	705,904
Non-controlling interests	(33)	(33)
Total equity	691,498	705,871
Non-current liabilities		
Loans and borrowings	171,454	189,235
Deferred tax liabilities	18,133	21,019
	189,587	210,254
Current liabilities		
Loans and borrowings	231,068	160,591
Trade and other payables	132,074	153,958
Derivative financial liabilities	96	-
Income tax payable	7,234	5,005
	370,472	319,554
Total liabilities	560,059	529,808
TOTAL EQUITY AND LIABILITIES	1,251,557	1,235,679
Net assets per share attributable to ordinary	3.68	3.75
equity holders of the Parent (RM)	5.00	5.15
Number of shares net of treasury shares ('000)	188,125	188,129

The condensed consolidated statement of financial position should be read in conjunction with the audited financial statements for the year ended 31 July 2014 and the accompanying explanatory notes attached to the quartely report.



#### <u>Condensed Consolidated Statements of Changes in Equity</u> For the quarter ended 31 January 2015

	< <u> </u>	ttributable to Equ		Parent		>		
	←	– Non-Distrib	utable ——	Available-	Distributable		Non-	
	Share	Share	Treasury	for-sale	Retained		controlling	Total
	capital	premium	shares	Reserve	earnings	Total	interests	Equity
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Six Months Ended 31 January 2015								
Balance as at 1 August 2014	209,000	59,680	(55,148)	6,743	485,629	705,904	(33)	705,871
Profit for the financial year	-	-	-	-	3,249	3,249	-	3,249
Other comprehensive loss	-	-	-	(17,615)	-	(17,615)	-	(17,615)
Total comprehensive income for the year	-	-	-	(17,615)	3,249	(14,366)	-	(14,366)
Purchase of treasury shares	-	-	(7)	-	-	(7)		(7)
Balance as at 31 January 2015	209,000	59,680	(55,155)	(10,872)	488,878	691,531	(33)	691,498
Six Months Ended 31 January 2014								
Balance as at 1 August 2013	209,000	59,680	(55,147)	55	451,208	664,796	(6)	664,790
Profit for the financial year	-	-	-	-	17,358	17,358	-	17,358
Total comprehensive income for the year	-	-	-	-	17,358	17,358	-	17,358
Dividends on ordinary shares				-	(4,233)	(4,233)		(4,233)
Balance as at 31 January 2014	209,000	59,680	(55,147)	55	464,333	677,921	(6)	677,915

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



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#### <u>Condensed Consolidated Statements of Cash Flows</u> For the guarter ended 31 January 2015

CURRENT Subscription         CORRESPONDING VELAR-TO-BATE VELAR-TO-BA	For the quarter ended 31 January 2015		
VEAR-TO-DATE 310/02015     VEAR-TO-DATE 310/02015       Cash Flows from Operating Activities     ************************************		(UNAUDITED) CURRENT	(UNAUDITED) CORRESPONDING
RM000         RM000           Cash Flows from Operating Activities         ************************************			YEAR-TO-DATE
Cohe Flows from Operating Activities         4,037         23,353           Adjustments for :         Anotrisation of biological assets         2,165         1,500           Anotrisation of prepaid land lease payments         1,939         737           Anotrisation of moresthemet properties         43,472         37,411           Depreciation of moresthemet properties         43,472         37,411           Dividend income         (9)         -           Dividend income         (9)         -           Dividend income         (9)         -           Dividend income         (88)         -           Charge in working capital         (269)         217           Interest terpores         (643)         (027)           Operating achi new tory write down         (638)         4           Interest terpores         (64142)         72,474           Charges in working capital         (214)         72,474           Charges in working capital         (214)         (24)           Decrease in induce and other payables         (218)         (31,077)           Charges in working capital         (61,077)         (4,142)           Decrease in investories         (16,077)         (4,145)           Decrease in investories </th <th></th> <th>31/01/2015</th> <th>31/01/2014</th>		31/01/2015	31/01/2014
Profit before taxation         4,037         23,353           Adjustments for :		RM'000	RM'000
Profit before taxation         4,037         23,353           Adjustments for :	Cash Flows from Operating Activities		
Amortisation of biological assets         2,165         1,800           Amortisation of prepaid land lexes payments         1,939         737           Amortisation of prepaid land lexes payments         5,070         5,070           Depreciation of intragible assets         5,070         5,070           Dividend income         (9)            Loss(gain) on disposal of property, plant and equipment         2,100         (400           Fair value loss(teversal of loss) on derivative financial instruments         96         (3,322           Property, plant and equipment writen of manual equipment manual equipment manual equipment manual equipment manual equipment (4,414         7,474           Changes in working capital :         2         7,676         4,214           Decrease in inventories         1,780         4,214           Decrease in inventories         1,8693         37,870	Profit before taxation	4,037	23,353
Amortisation of prepaid land lease payments         1,39         777           Amortisation of intragible assets         5,070         5,070           Depreciation of investment properties         44         1,099           Dividend income         (9)         -           Incastro income         (9)         -           Incastro income         (9)         -           Incastro income         (9)         -           Incastro income         (9)         -           Increastro written down         -         2,063           Increast opticing exchange (ain)/loss         (269)         217           Interest income         (643)         (927           Operating cash flows before changes in working capital         64,142         72,474           Changes in working capital :         -         1,780         4,214           Decrease in indea and other receivables         (61,077)         (4,156         (488)         -           Cash flows (used in)/generated from operating activities         (1,284)         (23,819)         (23,829)           Decrease in in endor and other receivables         (1,643)         (49,93)         (37,870)           Cash flows (used in)/generated from operating activities         (21,884)         (23,82)         (28	Adjustments for :		
Amoritation of intragible assets         5,070         5,070           Depreciation of investment properties         43,472         37,411           Depreciation of investment properties         44         1,099           Dividend income         (9)         -           Loss(gain) on dispool of property, plant and equipment         2,100         (470)           Fair value loss(reversal of loss) on derivative financial instruments         96         (3.82)           Property, plant and equipment written off         190         11           Inventory written down         -         3,063           Unrealised foreign exchange (gain)/loss         (269)         217           Interest expense         6,633         4936           Interest expense         6,633         4936           Interest expense         (613)         (937)           Operating cash flows before changes in working capital         64,142         72,474           Charges in working capital :          Decrease in the montones         (1,654)         488           Decrease in two entranet assets         (1,677)         (4,155         (23,849)         (35,150           Cash flows (used in) generated from operating activities         (31,222)         28,274           Cash flows (used in) generated fro	Amortisation of biological assets	2,165	1,800
Depreciation of property, plant and equipment         43,472         37,471           Depreciation of investment properties         44         1,099           Lossi (gain) on disposal of property, plant and equipment         2,100         (430)           Investory investment properties         96         (3,322)           Property, plant and equipment written off         190         11           Investory written down         (688)         -           Unrealised forcing exchange (gain) doss         (269)         217           Interest expense         (6,638)         (442)           Interest income         (643)         (937)           Operating cash flows before changes in working capital         04.142         72,474           Changes in working capital :         -         -           Decrease in inventories         1,780         4.214           Increase in inventories         (1,6,54)         448           Operating cash flows before changes in working capital         (6,638)         (4,936)           Cash rows (mach in generated from operations         (18,693)         37,870           Changes in working capital :         -         -         (6,638)           Cash rows (mach in generated from operating activities         (3,122)         22,827	Amortisation of prepaid land lease payments	1,939	737
Depreciation of investment properties         44         (1,09)           Dividend income         (9)         (4,00)           Loss/gain) on disposal of property, plant and equipment         2,100         (4,70)           Fair value loss/(reversal of loss) on derivative financial instruments         96         (3,82)           Property, plant and equipment witten off         190         11           Inventory written down         (688)         -           Unrealised foreign exchange (gain)/loss         (269)         217           Interest expense         66,638         (4936)           Operating cash flows before changes in working capital         64,142         72,474           Changes in working capital :         -         20,663           Decrease in inventories         1,780         4,214           Increase in rade and other payables         (21,884)         (35,150)           Cash flows (used in') generated from operations         (18,663)         (4939)           Taxes paid, et of refund         (5,901)         (4,660)           Naces paid, et of refund         (5,901)         (4,660)           Naces and it of refund from operating activities         (31,232)         28,274           Cash Hows (used in') generated from operating activities         (41,232)         (28,552) </td <td></td> <td>5,070</td> <td>5,070</td>		5,070	5,070
Dividend income         (9)           Loss'(gin) on disposal of property, plant and equipment         2,100         (470           Fair value loss'(reversal of loss) on derivative financial instruments         96         (3,822           Property, plant and equipment written off         190         11           Inventory written down         (688)         -           Unrealised foreign exchange (gain)loss         (269)         2217           Interest expense         (6643)         (097           Interest income         (643)         (097           Operating eash flows before changes in working capital         64,142         72,474           Changes in working capital :         -         1,780         4,214           Decrease in inventories         (16,157)         (4,155         (4,155)           Decrease in inventories         (16,157)         (4,155)         (4,155)           Cash flows (used in)/generated from operations         (18,693)         37,870           Cash flows (used in)/generated from operating activities         (21,843)         (35,150)           Cash flows (used in)/generated from operating activities         (21,823)         28,274           Cash flows (used in)/generated from operating activities         (21,823)         28,274           Dividend received		43,472	37,417
Loss(gain) on disposal of property, plant and equipment         2,100         (470           Fair value loss((reversal of loss) on derivative financial instruments         96         (3,822           Property, plant and equipment writen off         100         11           Inventory writen down         -         3,063           Compacts, plants         (269)         217           Interest expense         6633         4936           Interest expense         6633         (937           Operating cash flows before changes in working capital         64,142         72,444           Changes in working capital         64,142         72,444           Decrease in inventories         1,780         4,214           Increases in trade and other receivables         (16,654)         488           Decrease in inventories         (16,654)         4488           Decrease in trade and other receivables         (21,884)         (35,150           Cash flows (used in) generated from operating activities         (31,222)         28,274           Cash flows (used in) generated from operating activities         (31,222)         28,274           Dividend received         9         -         (16,460           Purchase of resary shares         (7)         -         (16,144)	Depreciation of investment properties	44	1,099
Fair value (ose/(reversal of loss) on derivative financial instruments         96         (3.822           Property, plant and equipment written off         190         11           Inventory written down         -         3.063           Reversal of inventory written down         (688)         -           Unrealised foreign exchange (gain) loss         (209)         (217           Interest income         (643)         (097           Operating cash flows before changes in working capital         64,142         72,474           Changes in working capital :         -         1,780         4,214           Decrease in threate and other cerevables         (61,077)         (4,156         (4,856)           Cash flows (used in)/generated from operations         (18,693)         37,870         (4,214)           Cash flows (used in)/generated from operating activities         (21,884)         (35,150)         (4,866)           Cash flows (used in)/generated from operating activities         (31,232)         28,274         Cash flows (used in)/generated from operating activities         (6,131,232)         28,274           Cash Flows from Investing Activities         (7)         -         6,188         93         -           Proceeds from divigend asets         (1,641)         (0,366         9         -			-
Property, plant and equipment written off       190       11         Inventory written down       -       3,063         Reversal of inventory written down       (688)       -         Unrealised foreign exchange (gain)/loss       (269)       217         Interest expense       6,638       4,935         Operating cash flows before changes in working capital       64,142       72,474         Changes in working capital :       -       -         Decrease in trade and other receivables       (1,677)       (4,156         (Increase) decrease in other urrent assets       (1,654)       488         Decrease in trade and other payables       (21,884)       (35,159         Cash flows (used in)/ generated from operating activities       (31,232)       28,274         Cash flows (used in)/generated from operating activities       (31,232)       28,274         Dividend received       9       -       (6,188         Additions of biological assets       (14,614)       (3,638         Dividend received       9       -       (6,186         Additions of biological assets       (14,614)       (36,638       (4,2850)         Drecease form investment properties       -       (1,508       (5,901)       (4,646       (28,521)       (28,529 <td></td> <td></td> <td>(470)</td>			(470)
Inventoy written dwn         -         3,063           Reversal of inventory written dwn         (668)         -           Unrealised foreign exchange (gain)loss         (269)         217           Interest income         (643)         (927)           Operating cash flows before changes in working capital         64,142         72,474           Changes in working capital :         -         -           Decrease in inventories         (1617)         (4,155)           Decrease in trade and other receivables         (61,077)         (4,155)           Cash flows (used in/) generated from operations         (18,693)         37,870           Cash flows (used in/) generated from operations         (18,693)         37,870           Interest paid         (6,638)         (4,936)         12,222)         28,274           Cash Flows from Investing Activities         (31,232)         28,274         28,274           Cash Flows from Investing Activities         (14,644)         0,366         9         -           Dividend received         9         -         -         (6,188           Additions of biological assets         (14,644)         0,366         28,559           Purchase of investment properties         -         (6,188         937      <			(3,822)
Reversi of inventory written down         (688)         -           Unrealised foreign exchange (gain)/loss         (269)         217           Interest expense         (6.6.38         4.935           Operating cash flows before changes in working capital         (64.3)         (937           Operating cash flows before changes in working capital         (64.3)         (937           Decrease in inventories         1,780         4.214           Increase in trade and other receivables         (0.1077)         (4.156           (Increase) decrease in other urrent assets         (0.654)         488           Decrease in trade and other receivables         (1.654)         488           (Increase) decrease in other urrent assets         (1.8693)         37.870           Interest paid         (6,638)         (4.936           Taxes paid, net of refund         (5.901)         (4.660           Net cash flows (used in)/generated from operating activities         (31.232)         28.274           Cash Flows from Investing Activities         (14.614)         (0.366           Dividend received         9         -           Purchase of investment properties         -         (6.188           Additions of biological assets         (14.614)         (0.366           Puroch		190	11
Unrealised foreign exchange (gain)/loss         (269)         217           Interest icome         (643)         (937           Operating cash flows before changes in working capital         64.142         72.474           Changes in working capital :         66.077)         (4.156           Decrease in introde and other receivables         (6.1077)         (4.156           Increase in intrade and other receivables         (6.1077)         (4.156           Decrease in intrade and other receivables         (1.654)         488           Decrease in intrade and other receivables         (2.1884)         (35.150           Cash flows (used in)/ generated from operations         (18,693)         37,870           Interest paid         (6.638)         (4.936           Cash flows (used in)/ generated from operating activities         (31,232)         28.274           Cash flows (used in)/ generated from operating activities         (7)         -           Dividend received         9         -         (6,188           Additions of biological assets         (14.614)         (9.366           Purchase of property, plant and equipment         (28.521)         (28.859           Proceeds from disposal of property, plant and equipment         643         937           Purchase of investiment securities <td>•</td> <td>-</td> <td>3,063</td>	•	-	3,063
Interest expense         6,638         4,936           Interest income         (643)         (937           Operating cash llows before changes in working capital         64,142         72,474           Changes in working capital :          72,474           Decrease in inventories         1,780         4,214           Increase in trade and other receivables         (61,077)         (4,155           (Increase)/decrease in other current assets         (1,654)         488           Decrease in trade and other payables         (21,884)         (35,150           Cash flows (used in/) generated from operations         (18,693)         37,870           Interest paid         (6,638)         (4,936           Taxes paid, net or frefund         (5,901)         (4,660           Net cash flows (used in/)generated from operating activities         (31,232)         28,274           Cash Flows from Investing Activities         (14,614)         (9,366           Dividend received         9         -           Purchase of investment properties         -         (6,186           Additions of biological assets         (14,614)         (9,366           Proceeds from disposal of property, plant and equipment         -         (1,508           Purchase of property, plant			-
Interest income         (643)         (937           Operating cash flows before changes in working capital         64,142         72,474           Changes in working capital :          72,474           Decrease in inventories         1,780         4,214           Increase in inventories         1,780         4,214           Increase in trade and other receivables         (61,077)         (4,156           Occrease in trade and other receivables         (21,884)         (35,150           Cash flows (used in/) generated from operations         (18,693)         37,870           Interest paid         (6,638)         (4,936           Taxes paid, net of refund         (6,638)         (4,936           Net cash flows (used in/)generated from operating activities         (31,232)         28,274           Cash Flows from Investing Activities         9         -           Dividend received         9         -           Purchase of investment properties         (14,614)         (9,366           Additions of biological assets         (14,614)         (9,366           Purchase of investment sequrities         (14,614)         (9,366           Purchase of investment properties         -         (6,138)           Purchase of investment sequipment <td< td=""><td></td><td></td><td>217</td></td<>			217
Operating cash flows before changes in working capital       64,142       72,474         Changes in working capital :       1,780       4,214         Increase in inventories       1,780       4,214         Increase in trade and other receivables       (61,077)       (4,155         (Increase) kidercase in other current assets       (1,654)       488         Decrease in trade and other payables       (21,884)       (35,150)         Cash flows (used in)/ generated from operations       (18,693)       37,870         Interest paid       (6,638)       (4,936)         Cash flows (used in)/generated from operating activities       (31,232)       28,274         Dividend received       9       -       (6,188)         Purchase of investing Activities       (7)       -       (6,184)         Purchase of investing troperties       -       (6,184)       (9,366)         Purchase of property, plant and equipment       (28,521)       (28,859)         Proceeds from disposal of property, plant and equipment       644       (1,114)         Purchase of investment securities       -       -         Purchase of investment securities       -       2,71912         Purchase of investment securities       -       2,71912         Purchase of properi		6,638	4,936
Changes in working capital :1.7804.214Increase in trade and other receivables(61,077)(4.155(Increase in trade and other payables(1,654)488Decrease in trade and other payables(21,884)(35,150Cash flows (used in)' generated from operations(18,693)37,870Interest paid(6,638)(4,936Taxes paid, net of refund(5,901)(4.660Net cash flows (used in)/generated from operating activities(31,232)28,274Cash Flows from Investing Activities9-Dividend (received9-Purchase of investment properties(14,614)(9,366Purchase of property, plant and equipment(44,614)(9,366Purchase of property, plant and equipment(44,11,11411,414Purchase of property, plant and equipment(1,000)(16,790)Proceeds from disposal of investment securities-27,912Net cash flows used in investing activities-27,912Net cash flows used in investment securities-27,912Net cash flows used in investment securities-27,912Net cash flows used in investment activities-27,912Net cash flows generated from of term dan(6,000)(6,000)Repayment of hire purchase linolities(33,232)(23,682Repayment of term loan(9,780)(8,760)Proceeds from drawdown of revolving credit75,00040,000Repayment of hire purchase linolities(33,232)(23,682 <td< td=""><td></td><td></td><td>(937)</td></td<>			(937)
Decrease in inventories1,7804,214Increase in trade and other receivables $(61,077)$ $(4,156)$ (Increase) (decrease in other neurent assets $(1,654)$ 488Decrease in trade and other payables $(21,884)$ $(35,150)$ Cash flows (used in)' generated from operations $(18,693)$ $37,870$ Interest paid $(6,638)$ $(4,936)$ Taxes paid, net of refund $(5,901)$ $(4,660)$ Net cash flows (used in)'generated from operating activities $(31,232)$ $28,274$ <b>Cash Flows (row from Investing Activities</b> 9-Dividend received9-Purchase of investment properties- $(6,188)$ Additions of biological assets $(14,614)$ $(9,366)$ Additions of biological assets $(14,614)$ $(9,366)$ Interest received- $(1,508)$ Purchase of investment properties- $(1,508)$ Interest received643937Purchase of investment securities $(1,600)$ $(1,508)$ Interest received- $(28,521)$ $(28,859)$ Proceeds from disposal of property, plant and equipment $(42,346)$ $(32,746)$ Cash Flows trade ni investing activities $(2,7,912)$ $(23,746)$ Cash Flows trade ni investing activities $(33,232)$ $(23,682)$ Proceeds from disposal of investment securities $(33,232)$ $(23,682)$ Proceeds from financing Activities $(33,232)$ $(23,682)$ Repayment of hom sequence $(6,000)$ $(5,000)$ </td <td>Operating cash flows before changes in working capital</td> <td>64,142</td> <td>72,474</td>	Operating cash flows before changes in working capital	64,142	72,474
Increase in trade and other receivables $(61,077)$ $(4,156)$ (Increase)/decrease in other current assets $(1,654)$ 488Decrease in trade and other payables $(21,884)$ $(35,150)$ Cash flows (used in)/ generated from operations $(18,693)$ $37,870$ Interest paid $(6,638)$ $(4,936)$ Taxes paid, net of refund $(6,638)$ $(4,936)$ Net cash flows (used in)/generated from operating activities $(31,232)$ $28,274$ <b>Cash Flows from Investing Activities</b> $9$ $-$ Dividend received $9$ $-$ Purchase of investment properties $ (6,186)$ Additions of biological assets $(14,614)$ $(9,366)$ Proceeds from disposal of property, plant and equipment $644$ $1,114$ Purchase of investment securities $ (1,500)$ Interest received $643$ $937$ Purchase of investment securities $ (1,600)$ Proceeds from disposal of investment securities $ (2,8251)$ Proceeds from disposal of investment securities $ (2,7,912)$ Proceeds from drawdown of term loan $8,800$ $-$ Proceeds from drawdown of term loan $(9,780)$ $(8,796)$ Proceeds from drawdown of term loan <td>Changes in working capital :</td> <td></td> <td></td>	Changes in working capital :		
(Increase)/decrease in other current assets $(1,654)$ $488$ Decrease in trade and other payables $(21,884)$ $(23,150)$ Cash flows (used in)/ generated from operations $(18,693)$ $37,870$ Interest paid $(6,638)$ $(4,936)$ Taxes paid, net of refund $(5,901)$ $(4.660)$ Net cash flows (used in)/generated from operating activities $(31,232)$ $28,274$ <b>Cash Flows from Investing Activities</b> $9$ $-$ Dividend received $9$ $-$ Purchase of treasury shares $(7)$ $-$ Cash set of biological assets $(14,614)$ $(9,366)$ Purchase of property, plant and equipment $(28,521)$ $(28,859)$ Proceeds from disposal of property, plant and equipment $(44,644)$ $(1,100)$ Purchase of investment securities $ (1,508)$ Proceeds from disposal of investment securities $ (27,912)$ Net cash flows used in investing activities $ (22,846)$ Proceeds from disposal of investment securities $ (23,746)$ Cash Flows from Financing Activities $(33,232)$ $(23,682)$ Proceeds from drawdown of term loan $(8,790)$ $(6,000)$ Repayment of bailer in curve activities $(33,232)$ $(23,682)$ Proceeds from drawdown of term loan $(9,780)$ $(6,790)$ Repayment of bailer in cash and cash equivalents $(39,290)$ $(6,183)$ Net cash flows generated from/(used in) financing activities $(39,290)$ $(6,183)$ Cash and cash equivalents	Decrease in inventories	1,780	4,214
Decrease in trade and other payables $(21,884)$ $(35,150)$ Cash flows (used in)/ generated from operations $(18,693)$ $37,870$ Interest paid $(6,638)$ $(4,936)$ Taxes paid, net of refund $(6,638)$ $(4,936)$ Net cash flows (used in)/generated from operating activities $(31,232)$ $28,274$ Cash Flows from Investing Activities $9$ $-$ Dividend received $9$ $-$ Purchase of investment properties $ (6,186)$ Additions of biological assets $(14,614)$ $(9,366)$ Purchase of property, plant and equipment $(28,521)$ $(28,859)$ Proceeds from disposal of property, plant and equipment $644$ $1,114$ Purchase of investment securities $ (1,508)$ Interest received $643$ $937$ Purchase of investment securities $ 27,920$ Net cash flows used in investing activities $(42,846)$ $(32,746)$ Cash Flows from Financing Activities $ 27,920$ Net cash flows used in investing rectifies $ 27,920$ Net cash flows used in investing rectifies $ 27,920$ Net cash flows generated from/(used in) financing activities $(33,232)$ $(23,632)$ Repayment of bankers' acceptance $(6,000)$ $(5,000)$ Repayment of bankers' acceptance $(6,000)$ $(5,000)$ Repayment of term loan $(9,780)$ $(8,762)$ Dividends paid $ (4,223)$ Net cash flows generated from/(used in) financing activities <td>Increase in trade and other receivables</td> <td>(61,077)</td> <td>(4,156)</td>	Increase in trade and other receivables	(61,077)	(4,156)
Cash flows (used in)/ generated from operations $(18,693)$ $37,870$ Interest paid $(6,638)$ $(4,936)$ Taxes paid, net of refund $(5,901)$ $(4,660)$ Net cash flows (used in)/generated from operating activities $(31,232)$ $28,274$ <b>Cash Flows from Investing Activities</b> $(31,232)$ $28,274$ Purchase of investment properties $(7)$ $(7)$ Purchase of investment properties $(14,614)$ $(9,366)$ Proceeds from disposal of property, plant and equipment $644$ $(1,114)$ Purchase of property, plant and equipment $644$ $(1,508)$ Interest received $643$ $937$ Purchase of investment securities $(14,000)$ $(16,790)$ Proceeds from disposal of property, plant and equipment $(42,846)$ $(32,746)$ Proceeds from disposal of investment securities $(14,2846)$ $(32,746)$ Proceeds from disposal of investment securities $(14,2846)$ $(32,746)$ Proceeds from drawdown of tern loan $8,800$ $(-$ Proceeds from drawdown of revolving credit $75,000$ $40,000$ Repayment of bankers' acceptance $(6,000)$ $(5,300)$ Repayment of hire purchase liabilities $(3,222)$ $(23,682)$ Dividends paid $( (4,233)$ Net cash flows generated from/(used in) financing activities $(3,222)$ $(2,362)$ Cash and cash equivalents $(39,290)$ $(6,183)$ $(6,183)$ Cash and cash equivalents $(39,290)$ $(6,183)$	(Increase)/decrease in other current assets	(1,654)	488
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Taxes paid, net of refund(5,901)(4,660Net cash flows (used in)/generated from operating activities(31,232)28,274Cash Flows from Investing Activities9-Dividend received9-Purchase of investment properties-(6,186Additions of biological assets(14,614)(9,366Purchase of property, plant and equipment(28,521)(28,859Proceeds from disposal of property, plant and equipment-(1,508Purchase of investment sceurities-(1,508Interest received643937Purchase of investment sceurities(10,000)(16,790Proceeds from disposal of investment securities-27,912Net cash flows used in investing activities(32,746(32,746Cash Flows from Financing Activities(5,000)(5,000)Proceeds from drawdown of term loan8,800-Proceeds from drawdown of term loan(9,780)(8,796Dividends paid-(42,346)(33,232)Repayment of bankers' acceptance(6,000)(5,000)Repayment of term loan(9,780)(8,796Dividends paid-(42,348)(1,711Net cash flows generated from/(used in) financing activities34,788(1,711Net cash Rows generated from/(used in) financing activities(39,290)(6,183Cash And cash equivalents(39,290)(6,183Cash And cash equivalents(39,290)(6,183Cash And cash equivalents(39,290)(	Interest paid	(6.638)	(4,936)
Net cash flows (used in)/generated from operating activities(31,232)28,274Cash Flows from Investing Activities9-Dividend received9-Purchase of treasury shares(7)-Purchase of investment properties-(6,186Additions of biological assets(14,614)(9,366Purchase of property, plant and equipment(28,521)(28,859Proceeds from disposal of property, plant and equipment6441,114Purchase of investment securities-(1,508Interest received643937Purchase of investment securities-27,912Net cash flows used in investing activities-27,912Net cash flows used in investing activities-27,912Proceeds from drawdown of term loan8,800-Proceeds from drawdown of term loan(6,000)(5,000Repayment of bankers' acceptance(6,000)(5,000Repayment of term loan(9,780)(8,796Dividends paid-(4,233Net cash flows generated from/(used in) financing activities34,788(1,711Net decrease in cash and cash equivalents(39,290)(6,183Cash and cash equivalents(39,290)(6,183Cash and cash equivalents(39,290)(6,183Cash flows generated from/(used in) financing activities(39,290)(6,183Cash flows generated from/(used in) financing activities(39,290)(6,183Cash and cash equivalents(39,290)(6,183<	*		(4,660)
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Purchase of treasury shares(7)Purchase of investment properties-(6,186Additions of biological assets(14,614)(9,366Purchase of property, plant and equipment(28,521)(28,852)Proceeds from disposal of property, plant and equipment6441,114Purchase of prepaid land lease-(1,508Interest received643937Purchase of investment securities(1,000)(16,790Proceeds from disposal of investment securities-27,912Net cash flows used in investing activities(42,846)(32,746Cash Flows from Financing Activities8,800-Proceeds from drawdown of term loan8,800-Proceeds from drawdown of term loan(6,000)(5,000Repayment of bankers' acceptance(6,000)(5,000Repayment of term loan(9,780)(8,796Dividends paid-(4,233Net cash flows generated from/(used in) financing activities34,788(1,711Net decrease in cash and cash equivalents(39,290)(6,183Cash and cash equivalents at beginning of period88,25269,456	Cash Flows from Investing Activities		
Purchase of investment properties-(6,186Additions of biological assets(14,614)(9,366Purchase of property, plant and equipment(28,521)(28,859Proceeds from disposal of property, plant and equipment6441,114Purchase of prepaid land lease-(1,508Interest received643937Purchase of investment securities(1,000)(16,790Proceeds from disposal of investment securities-27,912Net cash flows used in investing activities(42,846)(32,746Cash Flows from Financing Activities8,800-Proceeds from drawdown of term loan8,800-Proceeds from drawdown of revolving credit75,00040,000Repayment of bire purchase liabilities(33,232)(23,682Repayment of term loan(9,780)(8,796Dividends paid-(4,233)Net cash flows generated from/(used in) financing activities34,788(1,711Net cash flows generated from/(used in) financing activities34,788(1,711Net decrease in cash and cash equivalents(39,290)(6,183Cash and cash equivalents at beginning of period88,25269,456	Dividend received	9	-
Additions of biological assets $(14,614)$ $(9,366)$ Purchase of property, plant and equipment $(28,521)$ $(28,859)$ Proceeds from disposal of property, plant and equipment $644$ $1,114$ Purchase of prepaid land lease- $(1,508)$ Interest received $643$ $937$ Purchase of investment securities $(1,000)$ $(16,790)$ Proceeds from disposal of investment securities- $27,912$ Net cash flows used in investing activities $(42,846)$ $(32,746)$ <b>Cash Flows from Financing Activities</b> 8,800-Proceeds from drawdown of term loan $8,800$ -Proceeds from drawdown of revolving credit75,00040,000Repayment of bankers' acceptance $(6,000)$ $(5,000)$ Repayment of term loan $(9,780)$ $(8,796)$ Dividends paid- $(4,233)$ Net cash flows generated from/(used in) financing activities $34,788$ $(1,711)$ Net decrease in cash and cash equivalents $(39,290)$ $(6,183)$ Cash and cash equivalents at beginning of period $88,252$ $69,456$	Purchase of treasury shares	(7)	-
Purchase of property, plant and equipment $(28,521)$ $(28,859)$ Proceeds from disposal of property, plant and equipment $644$ $1,114$ Purchase of prepaid land lease- $(1,508)$ Interest received $643$ $937$ Purchase of investment securities $(1,000)$ $(16,790)$ Proceeds from disposal of investment securities- $27,912$ Net cash flows used in investing activities $(42,846)$ $(32,746)$ Cash Flows from Financing Activities8,800-Proceeds from drawdown of term loan $8,800$ -Proceeds from drawdown of revolving credit $75,000$ $40,000$ Repayment of bankers' acceptance $(6,000)$ $(5,000)$ Repayment of term loan $(9,780)$ $(8,796)$ Dividends paid- $(4,233)$ Net cash flows generated from/(used in) financing activities $34,788$ $(1,711)$ Net decrease in cash and cash equivalents $(39,290)$ $(6,183)$ Cash and cash equivalents at beginning of period $88,252$ $69,456$	Purchase of investment properties	-	(6,186)
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Interest received643937Purchase of investment securities(1,000)(16,790Proceeds from disposal of investment securities-27,912Net cash flows used in investing activities(42,846)(32,746Cash Flows from Financing Activities(42,846)(32,746Proceeds from drawdown of term loan8,800-Proceeds from drawdown of revolving credit75,00040,000Repayment of bankers' acceptance(6,000)(5,000)Repayment of hire purchase liabilities(33,232)(23,682Repayment of term loan(9,780)(8,796)Dividends paid-(4,233)Net cash flows generated from/(used in) financing activities34,788(1,711)Net decrease in cash and cash equivalents(39,290)(6,183)Cash and cash equivalents at beginning of period88,25269,456	Proceeds from disposal of property, plant and equipment	644	1,114
Purchase of investment securities(1,000)(16,790Proceeds from disposal of investment securities-27,912Net cash flows used in investing activities(42,846)(32,746)Cash Flows from Financing Activities(42,846)(32,746)Proceeds from drawdown of term loan8,800-Proceeds from drawdown of revolving credit75,00040,000Repayment of bankers' acceptance(6,000)(5,000)Repayment of hire purchase liabilities(33,232)(23,682)Repayment of term loan(9,780)(8,796)Dividends paid-(4,233)Net cash flows generated from/(used in) financing activities34,788(1,711)Net decrease in cash and cash equivalents(39,290)(6,183)Cash and cash equivalents at beginning of period88,25269,456	Purchase of prepaid land lease	-	(1,508)
Proceeds from disposal of investment securities-27,912Net cash flows used in investing activities(42,846)(32,746)Cash Flows from Financing Activities(42,846)(32,746)Proceeds from drawdown of term loan8,800-Proceeds from drawdown of revolving credit75,00040,000Repayment of bankers' acceptance(6,000)(5,000)Repayment of hire purchase liabilities(33,232)(23,682)Repayment of term loan(9,780)(8,796)Dividends paid-(4,233)Net cash flows generated from/(used in) financing activities34,788(1,711)Net decrease in cash and cash equivalents(39,290)(6,183)Cash and cash equivalents at beginning of period88,25269,456	Interest received	643	937
Net cash flows used in investing activities(42,846)(32,746)Cash Flows from Financing Activities8,800-Proceeds from drawdown of term loan8,800-Proceeds from drawdown of revolving credit75,00040,000Repayment of bankers' acceptance(6,000)(5,000)Repayment of hire purchase liabilities(33,232)(23,682Repayment of term loan(9,780)(8,796)Dividends paid-(4,233)Net cash flows generated from/(used in) financing activities34,788(1,711)Net decrease in cash and cash equivalents(39,290)(6,183)Cash and cash equivalents at beginning of period88,25269,456	Purchase of investment securities	(1,000)	(16,790)
Cash Flows from Financing ActivitiesProceeds from drawdown of term loan8,800Proceeds from drawdown of revolving credit75,000Ad0,000(6,000)Repayment of bankers' acceptance(6,000)(6,000)(33,232)Repayment of hire purchase liabilities(33,232)Repayment of term loan(9,780)Dividends paid-Net cash flows generated from/(used in) financing activities34,788Net decrease in cash and cash equivalents(39,290)Cash and cash equivalents at beginning of period88,25269,456	Proceeds from disposal of investment securities		27,912
Proceeds from drawdown of term loan8,800Proceeds from drawdown of revolving credit75,00040,000Repayment of bankers' acceptance(6,000)(5,000Repayment of hire purchase liabilities(33,232)(23,682Repayment of term loan(9,780)(8,796Dividends paid-(4,233)Net cash flows generated from/(used in) financing activities34,788(1,711)Net decrease in cash and cash equivalents(39,290)(6,183)Cash and cash equivalents at beginning of period88,25269,456	Net cash flows used in investing activities	(42,846)	(32,746)
Proceeds from drawdown of revolving credit75,00040,000Repayment of bankers' acceptance(6,000)(5,000Repayment of hire purchase liabilities(33,232)(23,682Repayment of term loan(9,780)(8,796Dividends paid-(4,233Net cash flows generated from/(used in) financing activities34,788(1,711Net decrease in cash and cash equivalents(39,290)(6,183Cash and cash equivalents at beginning of period88,25269,456	Cash Flows from Financing Activities		
Repayment of bankers' acceptance(6,000)(5,000Repayment of hire purchase liabilities(33,232)(23,682Repayment of term loan(9,780)(8,796Dividends paid-(4,233Net cash flows generated from/(used in) financing activities34,788(1,711Net decrease in cash and cash equivalents(39,290)(6,183Cash and cash equivalents at beginning of period88,25269,456	Proceeds from drawdown of term loan	8,800	-
Repayment of hire purchase liabilities(33,232)(23,682Repayment of term loan(9,780)(8,796Dividends paid-(4,233Net cash flows generated from/(used in) financing activities34,788(1,711Net decrease in cash and cash equivalents(39,290)(6,183Cash and cash equivalents at beginning of period88,25269,456	Proceeds from drawdown of revolving credit	75,000	40,000
Repayment of term loan(9,780)(8,796Dividends paid-(4,233Net cash flows generated from/(used in) financing activities34,788(1,711Net decrease in cash and cash equivalents(39,290)(6,183Cash and cash equivalents at beginning of period88,25269,456	Repayment of bankers' acceptance		(5,000)
Dividends paid-(4,233Net cash flows generated from/(used in) financing activities34,788(1,711Net decrease in cash and cash equivalents(39,290)(6,183Cash and cash equivalents at beginning of period88,25269,456			(23,682)
Net cash flows generated from/(used in) financing activities34,788(1,711Net decrease in cash and cash equivalents(39,290)(6,183Cash and cash equivalents at beginning of period88,25269,456	Repayment of term loan	(9,780)	(8,796)
Net decrease in cash and cash equivalents(39,290)(6,183Cash and cash equivalents at beginning of period88,25269,456	*	-	(4,233)
Cash and cash equivalents at beginning of period 88,252 69,456			(1,711)
· · · · · · · · · · · · · · · · · · ·	•		(6,183)
Cash and cash equivalents at end of period 48,962 63,273	Cash and cash equivalents at beginning of period		69,456
	Cash and cash equivalents at end of period	48,962	63,273

The condensed consolidated statement of cash flows should be read in conjunction with the audited financial statements for the year ended 31 July 2014 and the accompanying explanatory notes attached to the quarterly financial report.



# NOTES :

# Note 1 Basis of Preparation

The quarterly report is unaudited and has been prepared in accordance with FRS 134 "Interim Financial Reporting" and paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad.

The quarterly report should be read in conjunction with the Group's audited financial statements for the year ended 31 July 2014. These explanatory notes attached to the quarterly report provide an explanation of events and transactions that are significant to an understanding of the changes in financial position and performance of the Group since the year ended 31 July 2014.

# Note 2 Changes in Accounting Policies

The significant accounting policies adopted in the quarterly report are consistent with those adopted in the Group's audited financial statements for the financial year ended 31 July 2014, except for the adoption of the following standards and amendments and interpretations which are relevant to the Group for the financial year beginning 1 August 2014:

# FRS effective for financial periods beginning on or after 1 January 2014

- Amendments to FRS 132: Offsetting Financial Assets and Financial Liabilities
- Amendments to FRS 10: FRS 12 and FRS 127, Investment Entities
- Amendments to FRS 136: Recoverable Amount Disclosures for Non-Financial Assets
- Amendments to FRS 139: Novation of Derivatives and Continuation of Hedge Accounting
- IC Interpretation 21 Levies

# FRS effective for financial periods beginning on or after 1 July 2014

- Annual Improvements to FRSs 2010-2012 Cycle
- Annual Improvements to FRSs 2011-2013 Cycle
- Amendments to FRS 119, Defined Benefits Plans : Employee contributions

Adoption of the above standards and interpretations did not have any material impact on the financial performance and position of the Group and of the Company.

# Note 3 Auditors' Report on Preceding Annual Financial Statements

The auditors' report on the financial statements for the year ended 31 July 2014 was not qualified.

# Note 4 Seasonal or Cyclical factors

Timber operations are, to a certain extent, affected by weather condition especially for logging operations. In addition, the four seasons also had some impact on the buying patterns of traditional buyers of timber products.

# Note 5 Unusual Items

There were no unusual items affecting assets, liabilities, equity, net income, or cash flows for the period under review.



# Note 6 Changes in Estimates

There were no changes in estimates that have had a material effect on the results of the Group for the period under review.

# Note 7 Debt and Equity Securities

During the financial year-to-date, 3,900 shares of RM 1.00 each were purchased and retained as treasury shares. The monthly breakdown of shares bought back were as follows:

		Purchase price per share		Average	
Month	No. of	Lowest	Highest	price per	Total cost
	shares	<b>D</b> 14	D) (	share	<b>D</b> 1(
		RM	RM	RM	RM
September 2014	100	2.22	2.22	2.22	263
October 2014	300	2.05	2.09	2.06	660
December 2014	2,500	1.96	1.98	1.97	5,011
January 2015	1,000	1.97	1.97	1.97	2,013
TOTAL	3,900	1.96	2.22	1.98	7,947

All the shares purchased to-date were held as treasury shares in accordance with the requirements of Section 67A of the Companies Act 1965. There has been no resale or cancellation of treasury shares during the period under review.

Apart from the above, there were no issuances and repayments of debt and equity securities for the period under review.

# Note 8 Dividends Paid

There were no dividends paid during the period under review.

#### Note 9 Segmental Information

Segmental revenue and profit before taxation for the current financial year-to-date and preceding year corresponding period by the respective operating segments as follows:

	Financial year-to-date ended						
	31.01.2	2015	31.0	1.2014			
	Revenue	Revenue Profit		Revenue Profit Revenue	Revenue Profit Rev		Profit
		<b>Before Tax</b>		<b>Before Tax</b>			
	<b>RM'000</b>	RM'000	RM'000	<b>RM'000</b>			
Logging	176,669	2,035	186,055	5,415			
Manufacturing	246,406	4,992	203,012	13,819			
Plantation	23,147	(3,207)	23,156	5,262			
Others	11	217	34	(1,143)			
	446,233	4,037	412,257	23,353			



### Note 10 Valuations of Property, Plant and Equipment

There has been no valuation undertaken for the Group's property, plant and equipment since the last annual financial statements.

#### Note 11 Subsequent Events

There were no material events subsequent to the end of the current quarter that has not been reflected in the financial statement.

#### Note 12 Changes in the Composition of the Group

On 31 December 2014, the Company acquired 100% equity interest in United Superland Sdn Bhd. ("USL"), a company incorporated in Malaysia, for a total cash consideration of RM2. USL is currently a dormant company and its intended principal activity is to engage in property holding and development.

# Note 13 Changes in Contingent Liabilities and Contingent Assets

The contingent liabilities represent corporate guarantees in respect of banking facilities granted to subsidiary companies.

The amount of banking facilities utilised which were secured by corporate guarantees increased by RM38,169,000 from RM127,195,000 as at 31 July 2014 (last annual balance sheet) to RM165,364,000 as at 31 January 2015.

### Note 14 Capital Commitments

	As at 31.01.2015 RM'000	As at 31.07.2014 RM'000
Approved and contracted for Approved but not contracted for	32,707 8,580 41,287	28,688 2,396 31,084
Analysed as follows: Property, plant and equipment Investment properties	28,701 12,586 41,287	21,825 9,259 31,084

# Note 15 Review of Performance

In the reporting of the quarter and financial year-to-date result, the Group recorded revenue of RM229.97 million and RM446.23 million respectively as compared to RM197.82 million and RM412.26 million in the preceding year corresponding period.



# Note 15 Review of Performance (cont.)

The reporting quarter registered loss before tax of RM3.98 million with a loss after tax of RM2.44 million as compared to RM10.34 million and RM8.22 million respectively in the preceding year corresponding quarter. For the current financial year-to-date, the Group registered profit before tax of RM4.04 million and profit after tax of RM3.25 million as compared to RM23.35 million and RM17.36 million in the preceding year corresponding period.

The reporting quarter registered loss before tax of RM3.98 million with a loss after tax of RM2.44 million as compared to RM10.34 million and RM8.22 million respectively in the preceding year corresponding quarter. For the current financial year-to-date, the Group registered profit before tax of RM4.04 million and profit after tax of RM3.25 million as compared to RM23.35 million and RM17.36 million in the preceding year corresponding period.

The logging and reforestation segment recorded loss before tax of RM5.21 million in the reporting quarter when compared to profit before tax of RM1.51 million in the preceding year corresponding quarter. Profit before tax was RM2.04 million for the current financial year-to-date versus RM5.41 million in the preceding year corresponding period. The lower profit was mainly due to 32% and 18% decrease in export sales volume when compared with previous corresponding quarter and financial year-to-date.

Manufacturing segment contributed about 62% and 55% of the Group's total revenue for both reporting quarter and financial year-to-date. The manufacturing segment recorded lower profit before tax of RM4.72 million and RM4.99 million for the reporting quarter and financial year-to-date respectively, when compared with the previous corresponding period. The lower profit was mainly due to higher operating cost and decrease in average selling price of sawn timber by 11%.

Oil palm plantation segment recorded loss before tax of RM2.80 million in the reporting quarter when compared to profit before tax of RM2.36 million in the preceding year corresponding quarter. Loss before tax was RM3.21 million for the current financial year-to-date versus profit before tax of RM5.26 million in the preceding year corresponding period. This was mainly due to 6% decrease in harvested fresh fruit bunch ("FFB") volume and 11% decrease in FFB average selling price as compared to previous corresponding quarter and period accordingly. The Group has stepped up the upgrading of estate infrastructure during the current financial year-to-date.

# Note 16 Variation in the Quarterly Results Compared to the Results of the Immediate Preceding Quarter

The Group's revenue increased from RM216.27 million in the immediate preceding quarter to RM229.97 million in the current quarter. The Group reported loss before tax of RM3.98 million as compared to profit before tax of RM8.02 million in the immediate preceding quarter. The variance was primarily due to lower sales volume of export logs and FFB, coupled with higher unit logging operational cost resulting from lower volume of logs harvested during the monsoon season.



# Note 17 Commentary on Prospects

The global economy is struggling to gain momentum as many high-income countries continue to grapple with legacies of the global financial crisis and emerging economies are less dynamic than in the past. While activity in the United States and the United Kingdom has gathered momentum as labour markets heal and monetary policy remains extremely accommodative, the recovery has been sputtering in the Euro Area and Japan as legacies of the financial crisis linger, intertwined with structural bottlenecks. China, meanwhile, is undergoing a carefully managed slowdown. Disappointing growth in other developing countries in 2014 reflected weak external demand, but also domestic policy tightening, political uncertainties and supplyside constraints. Overall, global growth is expected to rise moderately to 3% in 2015, and average about 3.3% through 2017.

Global factors impacting the Group's major market such as India looks promising as the ongoing slump in world oil prices will stimulate the Indian economy by freeing up capital for other uses, including investment in infrastructure and public services. India's gross domestic product in the last two quarters of 2014 surged 8.2% and 7.5%, topping China's performance. On the brighter side, construction companies in Japan reported an increase in orders during January 2015 notwithstanding its economy remains on a knife edge due to its huge debts and rapidly aging population.

Timber and timber products prices are expected to improve in view of prevailing tight log supply in the market and firm demand. The strong US Dollar against Ringgit Malaysia will contribute to the improvement in the performance of timber segment as the export sales are predominantly in US Dollar.

The oil palm segment's performance would largely be dependent on crude palm oil price which is also correlated to the movement of world edible oil and related markets. FFB production is expected to stabilize with the possibility of improvement in the weather conditions in the coming months.

The Group adopts a resilient business model and is committed to rationalizing its operations strategically and synergistically, maximizing the utilization of resources, optimizing the integrated supply chain and strengthen products branding.

# Note 18 Profit Forecast or Profit Guarantee

The disclosure requirements for explanatory notes on the variation of actual profit after tax and profit forecast and shortfall in profit guarantee are not applicable.



# Note 19 (Loss)/Profit Before Taxation

Profit before taxation was derived after taking into consideration of the following:

	Quarter ended		Financial ye end	
	31.01.2015 RM'000	31.01.2014 RM'000	31.01.2015 RM'000	31.01.2014 RM'000
Amortisation and depreciation	26,390	23,778	52,690	46,123
Property, plant and equipment written off	76	7	190	11
Impairment of property, plant and				
equipment	(314)	-	-	-
(Reversal of)/ Inventory written down	-	2,099	(688)	3,063
Interest expenses	3,565	2,598	6,638	4,936
Interest income	(270)	(516)	(643)	(937)
Loss/(gain) on disposal of property, plant				
and equipment	2,146	-	2,100	(470)
Rental income	(100)	(241)	(229)	(446)
(Reversal of loss)/ fair value loss on				
derivative financial instrument	(562)	1,113	96	(3,822)
(Gain)/ loss on foreign exchange				
- realised	(1,966)	(717)	(6,338)	(4,244)
- unrealised	788	(701)	(269)	217

# Note 20 Taxation

The Group's taxation for the period under review was as follows:

	Quarter ended		Financial y enc	
	31.01.2015 RM'000	31.01.2014 RM'000	31.01.2015 RM'000	31.01.2014 RM'000
Income tax:				
Current period provision Deferred tax:	1,374	3,220	6,207	7,774
Current period provision	(2,915)	(1,095)	(5,419)	(1,779)
	(1,541)	2,125	788	5,995

Income tax expense is recognised in each quarter based on the best estimate of the weighted average annual income tax rate expected for the full financial year.

### Note 21 Status of Corporate Proposals

There were no outstanding corporate proposals that have been announced but not completed as at the date of this announcement.



As at

As at

		31.01.2015 RM'000	31.07.2014 RM'000
Short term borrowings	:		
Unsecured	- Bankers' acceptance	29,500	35,500
	- Term loans	2,800	2,800
	- Revolving credit	125,000	50,000
Secured	- Term loans	18,700	17,525
	- Hire purchase obligations	55,068	54,766
		231,068	160,591
Long term borrowings	:		
Unsecured	- Term loans	5,600	7,000
Secured	- Term loans	78,306	79,061
	- Hire purchase obligations	87,548	103,174
		171,454	189,235
Total borrowings		402,522	349,826
-			

# Note 22 Borrowings and Debt Securities

There were no borrowings denominated in foreign currency.

### Note 23 Fair Value of Financial Liabilities

The Group has entered into forward foreign exchange contracts to limit its exposure on foreign currency receipts, when it is deemed necessary.

As at 31 January 2015, the notional value and maturity analysis of the outstanding foreign exchange contracts of the Group is as follows:

Type of Derivatives	Contract/ Notional Value RM'000	Fair Value RM'000
Forward foreign exchange contract		
USD		
- less than 1 year	2,572	(96)

There was no significant change for the financial derivatives in respect of the followings since the last financial year ended 31 July 2014:

- (a) the credit risk, market risk and liquidity risk associated with these financial derivatives;
- (b) the cash requirements of the derivatives;
- (c) the policies in place for mitigating or controlling the risks associated with these financial derivative; and
- (d) the related accounting policies.



# Note 24 Profit/Loss Arising from Fair Value Changes of Financial Liabilities

The Group recognized reversal of loss of RM 562,000 for the current quarter and loss of RM 96,000 for financial year-to-date under review, arising from fair value changes of derivative liabilities, namely, forward foreign exchange contracts. The fair value changes are attributable to changes in foreign exchange spot and forward rate. Forward foreign exchange contracts are valued using a valuation technique with market observable inputs, by the bankers. The most frequently applied valuation techniques include forward pricing model, using present value calculations. The model incorporates various inputs including the foreign exchange spot and forward rates.

# Note 25 Realised and Unrealised Profits/Losses Disclosure

	As at 31.01.2015 RM'000	As at 31.07.2014 RM'000
Total retained profits of Subur Tiasa Holdings Berhad and its subsidiaries:		
- Realised	486,895	488,619
- Unrealised	(2,061)	(8,379)
	484,834	480,240
Less: Consolidation adjustments	4,044	5,389
Total Group retained profits as per consolidated accounts	488,878	485,629

# Note 26 Changes in Material Litigation

There was no pending material litigation as at the date of this announcement.

# Note 27 Dividend Payable

The Board of Directors did not declare any dividend for the quarter ended 31 January 2015 (previous corresponding period: Nil).

# Note 28 Earnings Per Share

(a) Basic earnings per share

Basic earnings per share is calculated by dividing the net profit for the period attributable to ordinary equity holders of the Company over the weighted average number of ordinary shares in issue during the period, excluding treasury shares held by the Company.

	Quarter ended 31.01.2015	Financial year- to-date ended 31.01.2015
(Loss)/ Profit for the period attributable to ordinary		
equity holders of the Company (RM'000)	(2,439)	3,249
Weighted average number of ordinary shares in issue		
excluding treasury shares ('000)	188,128	188,128
Basic (loss)/ earnings per share (Sen)	(1.30)	1.73



# Note 28 Earnings Per Share (cont.)

(b) Diluted earnings per share

N/A

### Note 29 Authorisation for Issue

The quarterly report was authorised for issue by the Board of Directors in accordance with a resolution of the directors on 26 March 2015.