

ASTRAL ASIA BHD (374600-X)

Part A1 : Quarterly Report

Quarterly report for the financial period ended : 31.12.2013
 Quarter : 4th Quarter
 Financial Year End : 31.12.2013
 The Figures Have not been audited

Part A2 : Summary of Key Financial Information for the financial period ended 31/12/2013

	Individual Quarter		Cumulative Period	
	Current year quarter 31.12.2013	Preceding year quarter 31.12.2012	Current year to date 31.12.2013	Preceding year to date 31.12.2012
	RM'000	RM'000	RM'000	RM'000
1 Revenue	9,044	7,770	32,324	36,855
2 Profit/(Loss) before tax	4,043	196	9,478	12,626
3 Profit/(Loss) for the period	2,763	(782)	5,587	7,872
4 Profit /(Loss) attributable to ordinary equity holders of the parent	1,613	(1,769)	2,222	3,478
5 Basic earning per shares (sen)	1.34	(1.47)	1.85	2.90
6 Proposed /Declared dividend per share (sen)	-	-	2.00	3.00
	As at end of current quarter		As at preceding financial year end	
7 Net assets per share attributable to ordinary equity holders of the company (RM)		1.2762		1.2657

Part A3 : Additional Information

	Individual Quarter		Cumulative Period	
	Current year quarter 31.12.2013	Preceding year quarter 31.12.2012	Current year to date 31.12.2013	Preceding year to date 31.12.2012
	RM'000	RM'000	RM'000	RM'000
1 Gross interest income	193	226	474	593
2 Gross interest expenses	30	49	79	61

ASTRAL ASIA BHD (374600-X)

**INTERIM FINANCIAL REPORT ON CONSOLIDATED RESULTS FOR
THE FORTH QUARTER ENDED 31 DECEMBER 2013**

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

	Note	<u>Individual Quarter</u>		<u>Cumulative Quarter</u>	
		Current	Preceding	Current	Preceding
		Year	Year	Year	Year
		4th Quarter		ToDate	
		31-Dec-13	31-Dec-12	31-Dec-13	31-Dec-12
		RM'000	RM'000	RM'000	RM'000
<u>Continuing Operations</u>					
Revenue		9,044	7,770	32,324	36,855
Cost of sales		(6,448)	(4,942)	(18,337)	(20,336)
Gross profit		2,596	2,828	13,987	16,519
Other income		1,832	(1,298)	3,110	1,167
Administrative expenses		(275)	(1,280)	(7,489)	(4,950)
Finance costs		(73)	(18)	(93)	(74)
Share of profit / (loss) in associate		(37)	(36)	(37)	(36)
Profit before taxation		4,043	196	9,478	12,626
Tax expense	18	(1,280)	(978)	(3,891)	(4,754)
Profit/(loss) after taxation		2,763	(782)	5,587	7,872
Other Comprehensive income/(loss), net of tax		-	1,301	-	1,301
Total comprehensive income/(loss) for the period		2,763	519	5,587	9,173
Profit/(loss) attributable to:					
Owners of the parent		1,613	(1,769)	2,222	3,478
Non-controlling interests		1,150	987	3,365	4,394
Profit/(loss) for the period		2,763	(782)	5,587	7,872
Total comprehensive income attributable to:					
Owners of the parent		1,613	(900)	2,222	4,779
Non-controlling interests		1,150	1,419	3,365	4,394
Total comprehensive income/(loss) for the period		2,763	519	5,587	9,173
Earning Per Share attributable to owners of the parent:					
Earning/(loss) per share (Sen):-	27	1.34	(1.47)	1.85	2.90

ASTRAL ASIA BHD (374600-X)**INTERIM FINANCIAL REPORT ON CONSOLIDATED RESULTS FOR
THE FORTH QUARTER ENDED 31 DECEMBER 2013****UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**

	(UNAUDITED) CURRENT YEAR END 31-Dec-13 RM'000	(AUDITED) PRECEDING YEAR END 31-Dec-12 RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	146,871	141,600
Biological assets	121,164	121,126
Investment Property	1,541	1,813
Investment in associated company	1,408	1,440
	<u>270,984</u>	<u>265,979</u>
Current assets		
Inventories	779	206
Amount due from customers	-	345
Trade receivables	3,366	2,925
Other receivables	233	435
Cash and cash equivalents	12,643	24,380
Tax Recoverable	39	289
	<u>17,060</u>	<u>28,580</u>
TOTAL ASSETS	<u>288,044</u>	<u>294,559</u>
 EQUITY AND LIABILITIES		
Equity Attributable To Owners of the parent		
Share Capital	119,997	119,997
Share Premium	1,333	1,333
Revaluation Reserve	87,753	89,355
Accumulated losses	(55,945)	(56,368)
Total equity attributable to owners of the parent	<u>153,138</u>	<u>154,317</u>
Non-controlling Interests	68,477	69,312
TOTAL EQUITY	<u>221,615</u>	<u>223,629</u>
Non-current liabilities		
Hire purchase creditors	596	475
Deferred taxation	49,158	47,990
	<u>49,754</u>	<u>48,465</u>
Current liabilities		
Trade payables	2,111	4,992
Amount due to customers	-	93
Other payables	12,796	15,666
HP creditors	319	644
Amount due to associate company	565	565
Provision for Taxation	884	505
	<u>16,675</u>	<u>22,465</u>
TOTAL LIABILITIES	<u>66,429</u>	<u>70,930</u>
TOTAL EQUITY AND LIABILITIES	<u>288,044</u>	<u>294,559</u>

ASTRAL ASIA BHD (374600-X)

INTERIM FINANCIAL REPORT ON CONSOLIDATED RESULTS FOR THE FORTH QUARTER ENDED 31 DECEMBER 2013

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	← Attributable to owners of the parent →				Total	Non- controlling Interest	Total Equity
	← Non- distributable →						
	Share Capital	Share Premium	Revaluation Reserve	Accumulated losses			
RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	
As at 1 January 2013	119,997	1,333	87,753	(56,368)	154,317	69,312	223,629
Net profit for the quarter							
Other Comprehensive income for the period							
Total Comprehensive income for the period			-	2,222	2,222	3,365	5,587
Dividend paid to equity holders				(1,799)	(1,799)	-	(1,799)
Dividend paid to non-controlling Interests				-	0	(4,200)	(4,200)
Balance as at 31 December 2013	119,997	1,333	87,753	(55,945)	153,138	68,477	221,615
As 1 January 2012	119,997	1,333	87,753	(57,204)	151,879	68,290	220,169
Net profit for the quarter							
Other Comprehensive income for the period							
Total Comprehensive income for the period			1,602	3,536	5,138	5,222	10,360
Dividend paid to equity holders				(2,700)	(2,700)	-	(2,700)
Dividend paid to non-controlling Interests						(4,200)	(4,200)
Balance as at 31 December 2012	119,997	1,333	87,753	(56,368)	154,317	69,312	223,629

ASTRAL ASIA BHD (374600-X)**INTERIM FINANCIAL REPORT ON CONSOLIDATED RESULTS FOR THE
FORTH QUARTER ENDED 31 DECEMBER 2013
UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS**

	12 MONTHS ENDED 31-Dec-13 RM'000	12 MONTHS ENDED 31-Dec-12 RM'000 (Restated)
<u>CASH FLOWS FROM OPERATING ACTIVITIES</u>		
Profit before taxation	9,478	12,599
<i>Adjustments for:-</i>		
Non-cash items/non-operating items	2,174	1,708
<i>Operating profit before working capital changes</i>	11,652	14,307
<i>Changes in working capital:-</i>		
Net Change In Current Assets / Current Liabilities	(1,897)	1,460
	9,755	15,767
Interest Paid	(79)	(59)
Tax refund/(paid)	(3,263)	(5,581)
Interest received	474	623
Dividend Paid to Non-controlling interests	(4,200)	(4,200)
Dividend Paid	(1,799)	(2,705)
<i>Net cash (Used In)/ generated from operating activities</i>	888	3,845
<u>CASH FLOWS FROM INVESTING ACTIVITIES</u>		
Proceeds from disposal of property, plant and equipment	-	90
Purchase of property, plant and equipment	(12,333)	(4,268)
<i>Net cash used in investing activities</i>	(12,333)	(4,178)
<u>CASH FLOWS FROM FINANCING ACTIVITIES</u>		
Payment of hire purchase creditors	(291)	(590)
<i>Net cash used in financing activities</i>	(291)	(590)
NET CHANGE IN CASH AND CASH EQUIVALENTS	(11,736)	(923)
CASH AND CASH EQUIVALENTS AT BEGINNING OF FINANCIAL YEAR	24,379	25,302
CASH AND CASH EQUIVALENTS AT END OF THE FIANACIAL PERIOD	12,643	24,379
CASH AND CASH EQUIVALENTS COMPRISE THE FOLLOWING:		
Cash and bank balances	3,222	4,562
Fixed Deposit placed with licensed banks	9,421	19,817
	12,643	24,379

Notes to the Interim Financial Statement - 31 December 2013

1 Basis of preparation

The unaudited interim financial report has been prepared in accordance with FRS 134: Interim Financial Reporting and paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad.

The unaudited interim financial report should be read in conjunction with the audited financial statements for the year ended 31 December 2012. The explanatory notes attached to the unaudited interim financial report provide an explanation of the 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 31 December 2011.

To converge with International Financial Reporting Standards ("IFRSs") in 2012, the Malaysian Accounting Standards Board, the MASB had on 19 November 2011, issued a new MASB approved accounting framework, the Malaysian Financial Reporting Standards ("MFRSs"), which are mandatory for annual financial periods beginning on or after 1 January 2012, with the exception of entities that are within the scope of MFRS 141 Agriculture and IC Interpretation 15 Agreements for Construction of Real Estate, including its parent, significant investor and venture ("Transitioning Entities").

Transitioning Entities will be allowed to defer adoption of the new MFRSs for an additional one year. Consequently, adoption of the MFRSs by Transitioning Entities will be mandatory for annual periods beginning on or after 1 January 2015.

The Group falls within the scope of Transitioning Entities and has opted to defer adoption of MFRSs. Accordingly, the Group will be required to prepare financial statements using the MFRS Framework in its first MFRS financial statements for the year ending 31 December 2015.

2 Changes in accounting policies

The significant accounting policies adopted are consistent with those of the audited financial statements for the year ended 31 December 2011, except for the adoption of the following Financial Reporting Standards (FRSs), Amendments to FRSs and Interpretations:

Effective for financial periods beginning on or after 1 July 2009:

FRS 8 Operating Segments

Effective for financial periods beginning on or after 1 January 2010:

FRS 4	Insurance Contracts
FRS 7	Financial Instruments: Disclosures
FRS 101	Presentation of Financial Statements (Revised)
FRS 123	Borrowing Costs
FRS 139	Financial Instruments: Recognition and Measurement
Amendment to FRS 1	First Time Adoption of Financial Reporting Standards
Amendment to FRS 2	Share-based Payment-Vesting Conditions and Cancellations
Amendment to FRS 7	Financial Instruments: Disclosures
Amendment to FRS 8	Operating Segments
Amendment to FRS 107	Statement of Cash Flows
Amendment to FRS 108	Accounting Policies, Changes in Accounting Estimates and Errors
Amendment to FRS 110	Events after the Reporting Period
Amendment to FRS 116	Property, Plant and Equipment
Amendment to FRS 117	Leases
Amendment to FRS 132	Financial Instruments: Presentation
Amendment to FRS 134	Interim Financial Reporting
Amendment to FRS 136	Impairment of Assets
Amendment to FRS 140	Investment Property
IC Interpretation 9	Reassessment of Embedded Derivatives
IC Interpretation 10	Interim Financial Reporting and Impairment
IC Interpretation 11	FRS 2- Group and Treasury Share Transactions

Other than for the implications as discussed below, the application of the above FRSs, Amendments to FRSs and Interpretation did not result in any significant changes in the accounting policies and presentation of the financial results of the Group.

(a) FRS 8: Operating Segment

FRS 8 requires a 'management approach', under which segment information is presented on the same basis as that used for internal reporting purposes. As a result, the Group's segmental reporting had been presented based on that used for internal reporting to the chief operating decision maker who makes decisions on the allocation of resources and assesses the performance of the reportable segments. This standard does not have any impact on the financial position and results of the Group.

(b) FRS 101: Presentation of Financial Statements (revised)

The revised FRS 101 has introduced changes in terminology used, format and contents of financial statements. Amongst others, components of interim financial statements presented now consist of a statement of financial position, a statement of comprehensive income, a statement of changes in equity, a statement of cash flows and notes to the financial statements. This standard separates owner and non-owner changes in equity. Therefore, the statement of changes in equity only includes details of transactions with owners. All non-owner changes in equity are presented as a single line labeled as total comprehensive income. The Standard also introduces the statement of comprehensive income: presenting all items of income and expense recognized in the income statement, together with all other items of recognized income and expense, either in one single statement, or in two linked statements. The revised FRS does not have any impact on the financial position and results of the Group.

(c) Amendment to FRS 117, Lease

Prior to 1 January 2010, leasehold land that normally had an indefinite economic life and where title is not expected to pass to the lessee by the end of the lease term, was treated as operating lease. The minimum lease payment or the up-front payment made on entering into or acquiring a leasehold land was accounted as prepaid lease payments and was amortised on a straight-line basis over the lease term.

(d) FRS 139: Financial Instruments- Recognition and Measurement

FRS 139 sets out the new requirements for the recognition and measurement of financial instruments. Financial instruments are recognised initially at fair value plus, in the case of financial assets or liabilities not at fair value through profit or loss, transaction costs that are directly attributable to the acquisition or issue of the financial assets or financial liabilities. The Group determines the classification at initial recognition and for the purpose of the first adoption of the standard, as at transitional date on 1 January 2010.

(i) Financial assets

Financial assets are classified as financial assets at fair value through profit or loss, held-to-maturity investments, loans and receivables and available-for-sale financial assets, or as derivatives designated as hedging instruments in an effective hedge, as appropriate.

The Group's financial assets include cash and short term deposits, trade and other receivables.

All the Group's financial assets are measured at amortised cost using the effective interest method.

(ii) Financial liabilities

Financial liabilities are classified as financial liabilities at fair value through profit or loss, loans and borrowings, or as derivatives designated as hedging instruments in an effective hedge, as appropriate.

The Group's financial liabilities include trade and other payables.

All the Group's financial liabilities are measured at amortised cost using the effective interest method.

3 Auditors' report on preceding annual financial statements

The auditors' report on the financial statements for the year ended 31 December 2012 was not qualified.

4 Seasonal or cyclical factors

The business of the Group was not affected by any significant seasonal or cyclical factors in the current quarter.

5 Unusual items affecting the assets, liabilities, equity, net income, or cash flows

There were no unusual items affecting the assets, liabilities, equity, net income or cash flow of the Group for the current quarter and financial year-to-date.

6 Material changes in estimates

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

7 Issuances, cancellations, repurchases, resale and repayments of debt and equity securities

There were no issuances, cancellations, repurchases, resale and repayments of debt and equity securities for the current financial year-to-date.

8 Dividend paid

The Company declared an interim dividend of 2.0 sen per ordinary share less 25% tax in respect of the financial year ending 2013. The interim dividend was paid on 17 September 2013.

9 Segmental reporting

Segmental information for the Group is presented as follows:

<u>12 months financial period</u> <u>ended 31 Dec 2013</u>	<u>Construction &</u>				<u>Consolidated</u>
	<u>Plantation</u>	<u>Property Development</u>	<u>Investment</u>	<u>Elimination</u>	
<u>Segment Revenue</u>	RM'000	RM'000	RM'000	RM'000	RM'000
External revenue	31,587	737	-	-	32,324
Inter-segment revenue	-	-	7,800	(7,800)	-
Total revenue	<u>31,587</u>	<u>737</u>	<u>7,800</u>	<u>(7,800)</u>	<u>32,324</u>
<u>Segment Results</u>					
Operating results	13,478	(4,126)	255	-	9,607
Share of results of associate company	-	(36)	-	-	(36)
Finance cost	(64)	(29)	-	-	(93)

Profit/(loss) before tax	13,414	(4,191)	255	0	9,478
Income tax expense	(3,799)	(25)	(67)	-	(3,891)
	<u>9,615</u>	<u>(4,216)</u>	<u>188</u>	<u>0</u>	<u>5,587</u>

<u>12 months financial period ended 31 Dec 2012</u>		<u>Construction &</u>			
<u>Segment Revenue</u>	<u>Plantation</u>	<u>Property Development</u>	<u>Investment</u>	<u>Elimination</u>	<u>Consolidated</u>
	RM'000	RM'000	RM'000	RM'000	RM'000
External revenue	33,294	3,561	-	-	36,855
Inter-segment revenue	-	-	7,800	(7,800)	-
Total revenue	<u>33,294</u>	<u>3,561</u>	<u>7,800</u>	<u>(7,800)</u>	<u>36,855</u>
<u>Segment Results</u>					
Operating results	17,317	(4,242)	(340)	-	12,735
Share of results of associate company	-	(36)	-	-	(36)
Finance cost	(33)	(40)	-	-	(73)
Profit/(loss) before tax	<u>17,284</u>	<u>(4,318)</u>	<u>(340)</u>	<u>-</u>	<u>12,626</u>
Income tax expense	(4,729)	(25)	-	-	(4,754)
	<u>12,555</u>	<u>(4,343)</u>	<u>(340)</u>	<u>-</u>	<u>7,872</u>

The Group principally operates within Malaysia.

10 Valuation of Property, Plant & Equipment

There were no material changes to the valuation of property, plant & equipment brought forward from the previous annual financial statements.

11 Material event subsequent to the end of the period not reflected in the current financial period.

There were no material events subsequent to the end of the period that have not been reflected in this quarterly report.

12 Changes in the composition of the Group

There were no changes in the composition of the Group for the current quarter and year-to-date.

13 Contingent liabilities or assets

There were no material contingent liabilities or contingent assets to be disclosed as at the date of this report.

14 Review of performance

The Group recorded a pre-tax profit of RM 9.4 million on revenue of RM 32.3 million for the year under review compared to pre-tax profit of RM 12.6 million on revenue of RM 36.8 million for the corresponding year in 2012.

The 5.10% decrease in the revenue of the plantation division to RM 31.6 million for the year under review was due to the lower CPO prices realised compared to the corresponding period last year. The average CPO prices realised had decreased by 14.5 % to RM 2,375 per M/T (2012: RM 2,777 per M/T). However, the Group's total FFB harvested during the year under review had increased by 10.0 % to 57,698 M/T (2012: 52,415 M/T) compared to the corresponding year in 2012.

The construction division recorded RM 0.7 million revenue for the year under review compared to RM3.6 million in the corresponding period in the previous year as all the existing projects have been completed. The construction and development division's loss before tax of RM 4.2 million was mainly due to the Group's operating overheads and the administration cost to plan and develop Kuantan Hi-Tech Park development.

15 Comparison with the immediate preceding quarter's results

The profit before tax for the current quarter of RM 4.3 million was higher compared to the result in the preceding quarter which was RM 2.9 million profit was mainly due to high FFB production output coupled with marginal recovery of CPO prices realised in this Q4.

16 Commentary on prospects

The Group anticipates the plantation division to perform better for the current financial year in view of the expected further recovery of CPO prices in 2014.

17 Profit forecast

Not applicable as there was no profit forecast published.

18 Taxation

Individual Quarter
3 months ended

Cumulative Quarter
12 months ended

	31.12.2013 RM'000	31.12.2012 RM'000	31.12.2013 RM'000	31.12.2012 RM'000
Current Taxation	1,280	978	3,891	4,754
Under/(Over) provision of tax in prior year	-	-	-	-
	<u>1,280</u>	<u>978</u>	<u>3,891</u>	<u>4,754</u>
Deferred Tax	-	-	-	-
Share of taxation of subsidiary	-	-	-	-
Total income tax expense	<u>1,280</u>	<u>978</u>	<u>3,891</u>	<u>4,754</u>

The provision for income tax for the Group is mainly due to the chargeable income from the Plantation Division and interest income.

19 Unquoted investments and properties

There were no disposals of unquoted investments or properties during the current quarter.

20 Purchase or disposal of quoted securities

a. Sale proceeds and purchase consideration

There were no disposals and purchase of quoted investment or properties for the current quarter and financial year-to-date.

b. Investment in quoted securities as at end of the reporting period

There was no quoted securities as at end of the current quarter.

21 Status of uncompleted corporate proposals

There were no uncompleted corporate proposal as at the date of this report.

22 Borrowings and debts securities

There were no borrowings and debts securities as at the end of the current quarter.

23 Off balance sheet financial instruments

During the quarter under review, the Group did not enter into any contracts involving off balance sheet financial instruments.

24 Disclosure of Realised and Unrealised Profits (Unaudited)

	As at 31.12.2013 RM'000	As at 31.12.2012 RM'000
Total accumulated losses of the Company and its subsidiaries:		
- Realised	(22,015)	(22,438)
- Unrealised	(52,991)	(52,991)
	<u>(75,006)</u>	<u>(75,429)</u>
Total accumulated losses from associate company:		
- Realised	(1,010)	(1,010)
	<u>(76,016)</u>	<u>(76,439)</u>
Less: Consolidated adjustments	20,071	20,071
Total group retained profits / (accumulated losses) as per consolidated accounts	<u>(55,945)</u>	<u>(56,368)</u>

25 Material Litigation

There were no material changes with regard to material litigation since the date of the last interim report dated 28 November 2013.

26 Dividend

The Company declared an interim dividend of 2.0 sen per ordinary share less 25% tax in respect of the financial year ending 2013. The interim dividend was paid on 17 September 2013.

27 Earnings per share

Individual Quarter 3 months ended		Cumulative Quarter 12 months ended	
31.12.2013	31.12.2012	31.12.2013	31.12.2012

Profit attributable to ordinary equity holders of the parent (RM'000)	2,763	(782)	5,587	7,872
Weighted average number of ordinary share in issue ('000)	119,997	119,997	119,997	119,997
Basic earning per share (sen)	1.34	(1.47)	1.85	2.90

There is no diluted earning per share as the Group has no dilutive potential ordinary share.

28 Additional notes to the Statement of Comprehensive Income

	<u>Individual Quarter</u> <u>3 months ended</u>		<u>Cumulative Quarter</u> <u>12 months ended</u>	
	31.12.2013 RM'000	31.12.2012 RM'000	31.12.2013 RM'000	31.12.2012 RM'000
Profit before tax is arrived at after charging / (crediting):				
Interest Income	(193)	(226)	(474)	(593)
Interest expense	30	49	79	61
Depreciation and amortization	525	575	2,113	2,277

29 Capital Expenditure not provided for in the Financial Statements

There were no capital commitments as at the end of the current financial quarter under review.