

COCOALAND HOLDINGS BERHAD (Co. No. 516019-H)

(Incorporated in Malaysia)

Financial Year End : 31 December 2006**Quarter : Fourth Quarter**

Quarterly report on results for the 4th quarter ended 31 December 2006. These figures have not been audited.

CONDENSED CONSOLIDATED INCOME STATEMENT

	<u>INDIVIDUAL QUARTER</u>		<u>CUMULATIVE QUARTER</u>	
	<u>Current Year Quarter</u> <u>31.12.2006</u> <u>RM'000</u>	<u>Preceding Year Quarter</u> <u>31.12.2005</u> <u>RM'000</u>	<u>Current Year To Date</u> <u>31.12.2006</u> <u>RM'000</u>	<u>Preceding Year To Date</u> <u>31.12.2005</u> <u>RM'000</u>
Revenue	30,181	29,598	119,295	100,262
Cost Of Sales	<u>(23,296)</u>	<u>(22,762)</u>	<u>(90,692)</u>	<u>(76,320)</u>
Gross Profit	6,885	6,836	28,603	23,942
Other Income	122	68	547	324
Distribution Costs	(2,189)	(820)	(5,443)	(3,211)
Administrative Expenses	(1,516)	(1,860)	(9,710)	(10,560)
Finance Costs	<u>(37)</u>	<u>(16)</u>	<u>(144)</u>	<u>(263)</u>
Profit Before Tax	3,265	4,208	13,853	10,232
Income Tax Expenses	<u>(96)</u>	<u>(1,083)</u>	<u>(2,220)</u>	<u>(1,871)</u>
Profit For The Period	<u>3,169</u>	<u>3,125</u>	<u>11,633</u>	<u>8,361</u>
Attributable To:				
Equity Holders Of The Parent	3,169	3,125	11,633	8,361
Minority Interest	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
	<u>3,169</u>	<u>3,125</u>	<u>11,633</u>	<u>8,361</u>
Earnings Per Share Attributable To Equity Holders Of The Parent				
: Basic Earnings Per Share (Sen)	2.64	2.61	9.69	6.99

Notes :

The Condensed Financial Statements should be read in conjunction with the accompanying explanatory notes attached to the financial statements.

COCOALAND HOLDINGS BERHAD (Co. No. 516019-H)

(Incorporated in Malaysia)

CONDENSED CONSOLIDATED BALANCE SHEET**AS AT 31 DECEMBER 2006****(These figures have not been audited)**

	As At End Of Current Quarter (Unaudited) 31.12.2006 RM'000	As At Preceding Financial Year (Audited) 31.12.2005 RM'000
ASSETS		
Non-Current Assets		
Property, Plant And Equipment	45,645	42,252
Prepaid Lease Payments	5,665	5,388
Investment	1	1
	<u>51,311</u>	<u>47,641</u>
Current Assets		
Inventories	15,774	13,147
Trade Receivables	19,755	18,088
Tax Recoverable	701	968
Other Debtors, Deposit & Prepayment	1,133	1,507
Fixed Deposit With Licensed Bank	11,740	4,918
Cash & Bank Balances	1,495	1,933
	<u>50,598</u>	<u>40,561</u>
TOTAL ASSETS	<u>101,909</u>	<u>88,202</u>
EQUITY AND LIABILITIES		
Equity Attributable To Equity Holders Of The Parent		
Share Capital	60,000	45,000
Share Premium	194	375
Revenue Reserves	16,960	23,783
	<u>77,154</u>	<u>69,158</u>
Minority Interest	-	-
Total Equity	<u>77,154</u>	<u>69,158</u>
Non-Current Liabilities		
Hire Purchase Creditors	19	109
Term Loans	823	57
Deferred Taxation	3,331	3,315
	<u>4,173</u>	<u>3,481</u>
Current Liabilities		
Trade Payables	13,713	10,966
Other Creditors & Accruals	3,245	3,293
Amount Due To Directors	125	138
Hire Purchase Creditors	80	188
Term Loan	2,680	16
Bank Overdrafts	431	945
Taxation	308	17
	<u>20,582</u>	<u>15,563</u>
Total Liabilities	<u>24,755</u>	<u>19,044</u>
TOTAL EQUITY AND LIABILITIES	<u>101,909</u>	<u>88,202</u>
Net Assets (NA) Per Share (RM)	0.64	0.77

COCOALAND HOLDINGS BERHAD (Co. No. 516019-H)

(Incorporated in Malaysia)

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	Share Capital	Share Premium	Retained Profit	Total
12 months ended 31 December 2006	RM'000	RM'000	RM'000	RM'000
As at 1 January 2006	45,000	375	23,783	69,158
Cumulative movements during the periods				
Bonus Share Issue	15,000	-	(15,000)	-
Set-off against share listing expenses	-	(181)	-	(181)
Net profit for the periods	-	-	11,633	11,633
Dividend	-	-	(3,456)	(3,456)
As at 31 December 2006	60,000	194	16,960	77,154
12 months ended 31 December 2005	RM'000	RM'000	RM'000	RM'000
As at 1 January 2005	40,000	-	19,022	59,022
Cumulative movements during the periods				
Public issue	5,000	1,500	-	6,500
Set-off against share listing expenses	-	(1,125)	-	(1,125)
Net profit for the periods	-	-	8,361	8,361
Dividend	-	-	(3,600)	(3,600)
As at 31 December 2005	45,000	375	23,783	69,158

COCOALAND HOLDINGS BERHAD (Co. No. 516019-H)

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**CONDENSED CONSOLIDATED CASH FLOW STATEMENT
FOR THE 12 MONTHS ENDED 31 DECEMBER 2006
(These figures have not been audited)**

	Cumulative Current Year To Date 31.12.2006 RM'000	Cumulative Preceding To Date 31.12.2005 RM'000
Cash Flow From Operating Activities		
Profit Before Taxation	13,853	10,232
Adjustments for:-		
Allowance for doubtful debts	297	1,027
Depreciation of property, plant and equipment	5,581	5,738
Gain on disposal of property, plant & equipment	(80)	(35)
Property, plant and equipment written off	43	-
Interest expense	144	263
Interest income	(256)	(172)
Operating profit before working capital changes	<u>19,582</u>	<u>17,053</u>
Increase in inventories	(2,627)	(3,732)
(Increase)/decrease in receivables	(1,579)	3,359
Increase in payables	2,686	1,860
Cash generated from operations	<u>18,062</u>	<u>18,540</u>
Interest received	256	172
Interest paid	(144)	(263)
Tax paid	(1,659)	(1,217)
Dividends paid	(3,456)	(3,600)
Net Cash Provided By Operating Activities	<u>13,059</u>	<u>13,632</u>
Purchase of property, plant and equipment	(9,294)	(11,340)
Proceeds from disposal of plant and equipment	80	96
Net Cash Used In Investing Activities	<u>(9,214)</u>	<u>(11,244)</u>
Proceeds from issue of shares	-	6,500
Share Listing Expenses	(181)	(1,125)
Repayment of hire-purchase creditors	(200)	(1,011)
Proceeds from term loan	4,000	-
Repayment of term loan	(567)	(3,667)
Net Cash Provided By Financing Activities	<u>3,052</u>	<u>697</u>
Net Change in Cash And Cash Equivalents	6,897	3,085
* Cash And Cash Equivalents At Beginning Of The Period	5,907	2,822
* Cash And Cash Equivalents At End Of The Period	<u><u>12,804</u></u>	<u><u>5,907</u></u>
* Cash & cash equivalents consists of:		
Fixed deposit with licensed banks	3,270	408
Short term deposits with licensed banks	8,470	4,510
Cash and bank balances	1,495	1,933
Bank overdraft	(431)	(944)
	<u>12,804</u>	<u>5,907</u>

Part A: Explanatory Notes In Compliance With Financial Reporting Standard (“FRS”) 134: Interim Financial Reporting

A1. Basis Of Preparation

The interim financial statements are unaudited and have been prepared in accordance with the requirements of Financial Reporting Standard (“FRS”) 134: Interim Financial Reporting and paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad (“Bursa Securities”).

The interim financial statements should be read in conjunction with the audited financial statements for year ended 31 December 2005. The explanatory notes attached to the interim financial statements provide an explanation of events and transactions that are significant to an understanding of the changes in financial position and performance of Cocoaland Holdings Bhd (“CHB”) and its subsidiary companies, comprising Cocoaland Industry Sdn. Bhd. (“CISB”), L.B. Food Sdn Bhd (“LBFSB”) and B Plus Q Sdn Bhd (“BPQSB”) and BPQSB’s wholly-owned subsidiary, M.I.T.E. Food Enterprise Sdn Bhd (collectively referred to as “the Group”).

A2. Changes In Accounting Policies

The significant accounting policies and method of computation adopted by the Group in these interim financial statements are consistent with those adopted in the most recent audited financial statements of CHB and its subsidiary companies except for the adoption of the following new/revised Financial Reporting Standards (“FRS”) effective for financial period beginning 1 January 2006:

FRS 101	Presentation of Financial Statements
FRS 102	Inventories
FRS 108	Accounting Policies, Changes in Estimates and Errors
FRS 110	Events after the Balance Sheet Date
FRS 116	Property, Plant and Equipment
FRS 121	The Effects of Changes in Foreign Exchange Rates
FRS 127	Consolidated and Separate Financial Statements
FRS 133	Earnings Per Share
FRS 136	Impairment of Assets
FRS 138	Intangible Assets
FRS 140	Investment Property

In addition to the above, the Group has also taken the option of early adoption of the FRS 117: Leases, for the financial period beginning 1 January 2006.

The adoption of the above FRSs does not have significant financial impact to the Group.

COCOALAND HOLDINGS BERHAD (Co. No. 516019-H)

Quarterly Unaudited Results Of The Group For The 4th Quarter Ended 31 December 2006

A3. Comparatives

The following comparative amounts have been restated due to the adoption of new and revised FRSs:

	Previously Stated RM'000	FRS 117 RM'000	Restated RM'000
At 31 December 2005			
Property, plant and equipment	47,640	(5,388)	42,252
Prepaid lease payments	-	5,388	5,388

A4. Qualification of Financial Statements

The audited report of the preceding annual financial statements was not subjected to any qualification.

A5. Seasonal or Cyclical Factors

The Group's business operation results were not materially affected by any seasonal or cyclical factors.

A6. Nature and Amount of Unusual Items

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

A7. Nature and Amount of Changes in Estimates

There were no changes in the estimates of amounts reported that have a material effect in the current quarter.

A8. Dividend Paid

During the quarter under review, the first interim dividend of 4.0 sen per ordinary share, less Malaysian income tax at 28%, on 120,000,000 ordinary shares, amounting to RM3,456,000 in respect of financial year ended 31 December 2006, was paid on 28 December 2006.

A9. Debt and Equity Securities

There was no issuance, cancellations, repurchases, resale and repayment of debt and equity securities for the current financial quarter.

A10. Segmental Reporting

The Group operates principally in the business of manufacturing and trading of processed and preserved foods and other related foodstuffs. Accordingly, information by segment on the Group's operation is not presented.

The Group operates predominantly in Malaysia and accordingly, information by geographical location on the Group's operation is also not presented.

A11. Valuations of Property, Plant and Equipment

The property, plant and equipment except for freehold land are stated at cost/valuation less accumulated depreciation and impairment losses. There was no revaluation of property, plant and equipment for the current quarter and financial year to date.

The valuation of property, plant and equipment of the Group have been brought forward without amendment from the financial statements for the year ended 31 December 2005.

A12. Subsequent Material Events

There were no material events subsequent to the reporting period up to 23 February 2007 (latest practicable date which is not earlier than 7 days from the date of issue of this quarterly report) which have not been reflected in the financial statements for the quarter under review.

A13. Changes in the Composition of the Group

There were no changes in the composition of the Group during the current financial period ended 31 December 2006.

A14. Contingent Liabilities or Contingent Assets

As at 23 February 2007 (being a date not earlier than 7 days from the date of issue of this report), there were no material contingent liabilities incurred by the Group, which upon becoming enforceable, may have a material impact on the financial position of the Group.

A15. Capital commitments

Capital commitments of the Group as at 31 December 2006:-

	RM'000
Capital expenditure authorized and contracted for but not provided in the financial statements – in respect of purchase of Factory Equipment	184

Part B: Additional Explanatory Notes In Compliance With Listing Requirements Of The Bursa Malaysia Securities Berhad

B1. Review of Performance

For the financial period under review, the Group recorded a revenue and profit before taxation of RM119.3 million and RM13.9 million and as compare to the corresponding period revenue of RM100.3 million and profit before taxation of RM10.2 million respectively.

The profit before taxation grows in tandem with the growth in turnover attributable to additional contributions from the new gummy production line in full commission.

B2. Comparison with Immediate Preceding Quarter's Results

	Current Year Quarter RM'000	Immediate Preceding Quarter RM'000	Difference %
Revenue	30,181	32,078	-5.9%
Profit before taxation	3,265	4,532	-28.0%

Revenue of the Group decreased to RM30.2 million for the current quarter which represents 5.9% lower than that of RM32.1 million achieved in the immediate preceding quarter.

The Group's profit before taxation decreased by 28.0% to RM3.3 million as compared to the result of the immediate preceding quarter which were caused by higher expenses incurred in product promotion activities and foreign exchange losses.

B3. Commentary Prospects

Plans have been undertaken to expand production capacity to meet expected increase in demand on existing and on new products to be launched. Should there be no material adverse changes to the economy and market conditions, the Board expects that the performance of the Group will be satisfactory for the coming financial year.

B4. Profit Forecast Or Profit Guarantee

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

B5. Taxation

	<u>Individual Quarter</u>		<u>Cumulative Quarter</u>	
	Current Year Quarter	Preceding Year Quarter	Current Year To Date	Preceding Year To Date
	31.12.2006	31.12.2005	31.12.2006	31.12.2005
	RM'000	RM'000	RM'000	RM'000
Income taxation:				
• Current period estimate	502	588	2,225	1,237
• Prior year	0	(6)	(22)	(62)
Deferred taxation :				
• Transferred to/(from) deferred taxation	(406)	501	17	696
	<u>96</u>	<u>1,083</u>	<u>2,220</u>	<u>1,871</u>

The effective tax rate of the Group for the period under review was lower than the statutory tax rate of 28% mainly due to the utilization of reinvestment allowances claimed on qualifying expenditure.

B6. Sale of Unquoted Investments and/or Properties

The Group has not disposed of any investments in any unquoted investments and/or properties during the current quarter and financial year-to-date.

B7. Quoted Securities

There was no purchase or disposal of quoted securities for the current financial period to date.

B8. Status of Corporate Proposals

As at 23 February 2007 (the latest practicable date which is not earlier than 7 days from the date of issue of this quarterly report), the Group does not have any corporate proposal, which has been announced but not completed.

B9. Group Borrowings

The Group's borrowings (all denominated in Ringgit Malaysia) as at the end of the reporting quarter are as follows:-

	As At 31.12.06 RM'000	As At 31.12.05 RM'000
Short-term borrowings-secured :-		
- Hire purchase	80	188
- Term loan	2,680	16
- Bank overdraft	431	945
TOTAL SHORT TERM (A)	3,191	1,149
Long-term borrowing-secured :-		
- Hire purchase	19	109
- Term loan	823	57
TOTAL LONG TERM (B)	842	166
TOTAL (A) + (B)	4,033	1,315

B10. Off Balance Sheet Financial Instruments

There were no financial instruments with off balance sheet risk at the date of this quarterly report.

B11. Material Litigation

There was no material litigation at the date of this quarterly report.

COCOALAND HOLDINGS BERHAD (Co. No. 516019-H)Quarterly Unaudited Results Of The Group For The 4th Quarter Ended 31 December 2006**B12. Dividend Payable**

During the quarter under review, no interim dividend has been declared for the financial year ended 31 December 2006 (2005: nil).

B13. Earnings per share

The earnings per share for the quarter and cumulative year to date are computed as follows:-

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter	Preceding Year Quarter	Current Year To Date	Preceding Year To Date
	31.12.2006	31.12.2005	31.12.2006	31.12.2005
Profit for the period (RM'000)	3,169	3,125	11,633	8,361
Weighted average number of ordinary shares of RM0.50 each ('000)#	120,000	119,699	120,000	119,699
Basic earnings per share (sen)	2.64	2.61	9.69	6.99
Diluted earnings per share (sen)*	N.A.	N.A.	N.A.	N.A.

Note:

Inclusion the effect on Bonus Issue of 30,000,000 ordinary shares of RM0.50 each, which was allotted on 11th July 2006.

* The Group has no potential ordinary shares in issue, therefore diluted earnings per share has not been presented.

COCOALAND HOLDINGS BERHAD (Co. No. 516019-H)

Quarterly Unaudited Results Of The Group For The 4th Quarter Ended 31 December 2006

By Order Of The Board

Liew Fook Meng
Executive Director
Dated: 26.02.2007