

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

(Incorporated in Malaysia)

Financial Year End : 31 December 2007**Quarter : Fourth Quarter**

Quarterly report on results for the 4th quarter ended 31 December 2007. These figures have not been audited.

CONDENSED CONSOLIDATED INCOME STATEMENT

	<u>INDIVIDUAL QUARTER</u>		<u>CUMULATIVE QUARTER</u>	
	<u>Current Year Quarter</u> <u>31.12.2007</u> <u>RM'000</u>	<u>Preceding Year Quarter</u> <u>31.12.2006</u> <u>RM'000</u>	<u>Current Year To Date</u> <u>31.12.2007</u> <u>RM'000</u>	<u>Preceding Year To Date</u> <u>31.12.2006</u> <u>RM'000</u>
Revenue	30,843	30,125	121,264	119,239
Cost Of Sales	<u>(25,467)</u>	<u>(23,386)</u>	<u>(95,969)</u>	<u>(90,432)</u>
Gross Profit	5,376	6,739	25,295	28,807
Other Income	336	183	843	608
Distribution Costs	(1,258)	(1,066)	(4,990)	(5,573)
Administrative Expenses	(2,457)	(2,122)	(9,742)	(9,413)
Finance Costs	<u>(48)</u>	<u>(38)</u>	<u>(191)</u>	<u>(145)</u>
Profit Before Tax	1,949	3,696	11,215	14,284
Income Tax Expenses	<u>(82)</u>	<u>39</u>	<u>(2,381)</u>	<u>(2,085)</u>
Profit For The Period	<u>1,867</u>	<u>3,735</u>	<u>8,834</u>	<u>12,199</u>
Attributable To:				
Equity Holders Of The Parent	1,867	3,735	8,834	12,199
Minority Interest	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
	<u>1,867</u>	<u>3,735</u>	<u>8,834</u>	<u>12,199</u>
Earnings Per Share Attributable To Equity Holders Of The Parent				
: Basic Earnings Per Share (Sen)	1.56	3.11	7.36	10.17

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 2007****(These figures have not been audited)**

	As At End Of Current Quarter (Unaudited) 31.12.2007 RM'000	As At Preceding Financial Year (Audited) 31.12.2006 RM'000
ASSETS		
Non-Current Assets		
Property, Plant And Equipment	42,061	42,627
Prepaid Lease Payments	9,077	9,119
Investment	1	1
Investment In Jointly Controlled Entities	2,500	-
	<u>53,639</u>	<u>51,747</u>
Current Assets		
Inventories	17,022	15,774
Trade Receivables	20,353	19,754
Tax Recoverable	1,214	708
Other Debtors, Deposit & Prepayment	1,200	1,126
Fixed Deposit With Licensed Bank	9,333	11,771
Cash & Bank Balances	3,851	1,341
	<u>52,973</u>	<u>50,474</u>
TOTAL ASSETS	<u>106,612</u>	<u>102,221</u>
EQUITY AND LIABILITIES		
Equity Attributable To Equity Holders Of The Parent		
Share Capital	60,000	60,000
Share Premium	194	194
Revenue Reserves	22,856	17,526
	83,050	77,720
Minority Interest	<u>-</u>	<u>-</u>
Total Equity	<u>83,050</u>	<u>77,720</u>
Non-Current Liabilities		
Hire Purchase Creditors	4	20
Term Loans	1,997	2,762
Deferred Taxation	3,223	3,200
	<u>5,224</u>	<u>5,982</u>
Current Liabilities		
Trade Payables	14,155	13,713
Other Creditors & Accruals	2,995	3,252
Hire Purchase Creditors	16	79
Term Loan	782	744
Bank Overdrafts	275	431
Taxation	115	300
	<u>18,338</u>	<u>18,519</u>
Total Liabilities	<u>23,562</u>	<u>24,501</u>
TOTAL EQUITY AND LIABILITIES	<u>106,612</u>	<u>102,221</u>
Net Assets (NA) Per Share (RM)	0.69	0.65

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

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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
Net profit for the period	-	-	12,199	12,199
Bonus issue	15,000	-	(15,000)	-
Transfer listing expenses	-	(181)	-	(181)
Interim dividend	-	-	(3,456)	(3,456)
As at 31 December 2006	60,000	194	17,526	77,720
				-
12 months ended 31 December 2007	RM'000	RM'000	RM'000	RM'000
As at 1 January 2007	60,000	194	17,526	77,720
Net profit for the period	-	-	8,834	8,834
Interim dividend	-	-	(3,504)	(3,504)
As at 31 December 2007	60,000	194	22,856	83,050
			-	-
				-

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

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**CONDENSED CONSOLIDATED CASH FLOW STATEMENT
FOR THE 12 MONTHS ENDED 31 DECEMBER 2007
(These figures have not been audited)**

	Cumulative Current Year To Date 31.12.2007 RM'000	Cumulative Preceding Year To Date 31.12.2006 RM'000
Cash Flow From Operating Activities		
Profit Before Taxation	11,215	14,284
Adjustments for:-		
Allowance for doubtful debts	348	297
Depreciation of property, plant and equipment	4,557	4,995
Amortisation of prepaid lease payments	151	150
Gain on disposal of property, plant & equipment	(167)	(80)
Property, plant and equipment written off	13	43
Interest expense	191	145
Interest income	(392)	(255)
Operating profit before working capital changes	<u>15,916</u>	<u>19,579</u>
Increase in inventories	(1,248)	(2,627)
Increase in receivables	(983)	(1,582)
Increase in payables	185	2,569
Cash generated from operations	<u>13,870</u>	<u>17,939</u>
Interest received	392	255
Interest paid	(191)	(145)
Tax refunded	266	-
Tax paid	(3,352)	(1,659)
Dividends paid	(3,504)	(3,456)
Net Cash Provided By Operating Activities	<u>7,481</u>	<u>12,934</u>
Investment in jointly controlled entities	(2,500)	-
Purchase of property, plant and equipment	(4,037)	(3,820)
Proceeds from disposal of property, plant and equipment	199	80
Prepayment of land lease	(109)	(1,474)
Net Cash Used In Investing Activities	<u>(6,447)</u>	<u>(5,214)</u>
Share Listing Expenses	-	(181)
Repayment of hire-purchase creditors	(79)	(198)
Repayment of term loans	(727)	(567)
Net Cash Used In Financing Activities	<u>(806)</u>	<u>(946)</u>
Net Change in Cash And Cash Equivalents	228	6,774
* Cash And Cash Equivalents At Beginning Of The Period	<u>12,681</u>	<u>5,907</u>
* Cash And Cash Equivalents At End Of The Period	<u>12,909</u>	<u>12,681</u>
* Cash & cash equivalents consists of:		
Fixed deposit with licensed banks	1,316	571
Short term deposits with licensed banks	8,017	11,200
Cash and bank balances	3,851	1,341
Bank overdraft	(275)	(431)
	<u>12,909</u>	<u>12,681</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 2006. 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. (“LBFBSB”) 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. 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.

A3. Qualification of Financial Statements

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

A4. Seasonal or Cyclical Factors

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

A5. 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.

A6. 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.

A7. Dividend Paid

During the quarter under review, the first interim dividend of 4.0 sen per ordinary share, less Malaysian income tax at 27%, on 120,000,000 ordinary shares, amounting to RM3,504,000 in respect of financial year ended 31 December 2007, was paid on 28 December 2007.

A8. Debt and Equity Securities

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

A9. 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.

A10. 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 2006.

A11. Subsequent Material Events

There were no material events subsequent to the reporting period up to 23 February 2008 (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.

A12. Changes in the Composition of the Group

There were no material changes in the composition of the Group for the current financial quarter under review save for the following:-

On 21 May 2007 and 11 December 2007, the Company's wholly owned subsidiary, Cocoaland Industry Sdn. Bhd. ("CISB") entered into a Joint-venture Agreement ("JVA") and Supplementary Agreement with La Bi Xiao Xin International Company Ltd and Labixiaoxin Investments Company Ltd respectively to manufacture and distribute gummy candy products through a joint-venture company in Fujian, People's Republic of China.

The joint-venture company has been incorporated under the name of Coco (Fujian) Foods Company Limited ("JV Company") on 16 November 2007. Subsequent to the incorporation of the JV Company, CISB has on 10 December 2007 injected US\$750,000 into the JV Company, representing 30% of its equity interest holding in the JV Company, in accordance with the terms and conditions of the JVA.

A13. Contingent Liabilities or Contingent Assets

As at 23 February 2008 (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.

A14. Capital Commitments

The amount of capital commitments not provided for in the financial statements as at 31 December 2007 are as follows:-

	RM'000
1. Approved and contracted for the purchase of property, plant and equipment	105
2. Share of capital commitments of jointly controlled entity (i.e. US\$1,750,000 into Coco (Fujian) Foods Company Limited, China)	5,775

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 RM121.3 million and RM11.2 million and as compared to the corresponding period revenue of RM119.2 million and profit before taxation of RM14.3 million respectively.

The increase in export sales had continue contributed to the increase in total turnover. However, the overall performance was affected to some extent by appreciation of Malaysian Ringgit against US\$ and the increase in the prices of certain materials in the current year as compared to the preceding year.

B2. Comparison with Immediate Preceding Quarter's Results

	Current Year Quarter RM'000	Immediate Preceding Quarter RM'000	Difference %
Revenue	30,843	28,167	+9.5%
Profit before taxation	1,949	3,101	-37.1%

Revenue of the Group increased to RM30.8 million for the current quarter which represents 9.5% higher than that of RM28.2 million achieved in the immediate preceding quarter.

Despite the increase in revenue, the Group's profit before taxation decreased by 37.1% to RM1.9 million as compared to the result of the immediate preceding quarter mainly due to higher material cost incurred.

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
	31.12.2007 RM'000	31.12.2006 RM'000	31.12.2007 RM'000	31.12.2006 RM'000
Income taxation:				
• Current period estimate	277	367	2,386	2,223
• Prior year	(125)	0	(17)	(22)
Deferred taxation :				
• Transferred to/(from) deferred taxation	(70)	(406)	12	(116)
	82	(39)	2,381	2,085

The effective tax rate of the Group for the period under review was lower than the statutory tax rate of 27% 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 2008 (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 31.12.07 RM'000	As At 31.12.06 RM'000
Short-term borrowings-secured :-		
- Hire purchase	16	79
- Term loan	782	744
- Bank overdraft	275	431
TOTAL SHORT TERM (A)	1,073	1,254
Long-term borrowing-secured :-		
- Hire purchase	4	20
- Term loan	1,997	2,762
TOTAL LONG TERM (B)	2,001	2,782
TOTAL (A) + (B)	3,074	4,036

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 2007**B12. Dividend Payable**

No dividend has been declared in respect of the current quarter under review (2006: 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
	31.12.2007	31.12.2006	31.12.2007	31.12.2006
Profit for the period (RM'000)	1,867	3,735	8,834	12,199
Weighted average number of ordinary shares of RM0.50 each ('000)	120,000	120,000	120,000	120,000
Basic earnings per share (sen)	1.56	3.11	7.36	10.17
Diluted earnings per share (sen)*	N.A.	N.A.	N.A.	N.A.

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

By Order Of The Board

Liew Fook Meng
Executive Director
Dated: 28.02.2008