

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

(Incorporated in Malaysia)

Financial Year End : 31 December 2008
 Quarter : Fourth Quarter

Quarterly report on results for the 4th quarter ended 31 December 2008. These figures have not been audited.

CONDENSED CONSOLIDATED INCOME STATEMENT

	<u>INDIVIDUAL QUARTER</u>		<u>CUMULATIVE QUARTER</u>	
	<u>Current Year Quarter 31.12.2008 RM'000</u>	<u>Preceding Year Quarter 31.12.2007 RM'000</u>	<u>Current Year To Date 31.12.2008 RM'000</u>	<u>Preceding Year To Date 31.12.2007 RM'000</u>
Revenue	33,743	30,849	128,717	121,270
Cost Of Sales	<u>(24,975)</u>	<u>(25,391)</u>	<u>(99,013)</u>	<u>(95,893)</u>
Gross Profit	8,768	5,458	29,704	25,377
Other Income	525	336	959	843
Distribution Costs	(2,466)	(1,750)	(9,002)	(5,482)
Administrative Expenses	(2,069)	(2,044)	(9,455)	(9,329)
Finance Costs	(50)	(50)	(169)	(193)
Share Of Profit/(Loss) Of Associates	<u>(380)</u>	<u>-</u>	<u>(1,109)</u>	<u>-</u>
Profit Before Tax	4,328	1,950	10,928	11,216
Income Tax Expenses	<u>(437)</u>	<u>(82)</u>	<u>(2,277)</u>	<u>(2,381)</u>
Profit For The Period	<u>3,891</u>	<u>1,868</u>	<u>8,651</u>	<u>8,835</u>
Attributable To:				
Equity Holders Of The Parent	3,891	1,868	8,651	8,835
Minority Interest	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
	<u>3,891</u>	<u>1,868</u>	<u>8,651</u>	<u>8,835</u>
Earnings Per Share Attributable To Equity Holders Of The Parent				
: Basic Earnings Per Share (Sen)	3.24	1.56	7.21	7.36

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 2008**

(These figures have not been audited)

	As At End Of Current Quarter (Unaudited) 31.12.2008 RM'000	As At Preceding Financial Year (Audited) 31.12.2007 RM'000
ASSETS		
Non-Current Assets		
Property, Plant And Equipment	45,544	42,060
Prepaid Lease Payments	9,232	9,077
Investment	1	1
Investment In An Associated Company	3,827	2,500
	<u>58,604</u>	<u>53,638</u>
Current Assets		
Inventories	14,620	17,023
Trade Receivables	21,828	20,353
Tax Recoverable	897	1,252
Other Debtors, Deposit & Prepayment	1,322	1,162
Fixed Deposit With Licensed Bank	10,368	9,287
Cash & Bank Balances	5,752	3,896
	<u>54,787</u>	<u>52,973</u>
TOTAL ASSETS	<u><u>113,391</u></u>	<u><u>106,611</u></u>
EQUITY AND LIABILITIES		
Equity Attributable To Equity Holders Of The Parent		
Share Capital	60,000	60,000
Share Premium	194	194
Revenue Reserves	28,009	22,857
	<u>88,203</u>	<u>83,051</u>
Total Equity	<u>88,203</u>	<u>83,051</u>
Minority Interest	<u>-</u>	<u>-</u>
Total Equity	<u><u>88,203</u></u>	<u><u>83,051</u></u>
Non-Current Liabilities		
Hire Purchase Creditors	118	4
Term Loans	1,203	1,996
Deferred Taxation	3,242	3,223
	<u>4,563</u>	<u>5,223</u>
Current Liabilities		
Trade Payables	12,081	14,152
Other Creditors & Accruals	7,263	2,996
Hire Purchase Creditors	61	16
Term Loan	812	783
Bank Overdrafts	-	275
Taxation	408	115
	<u>20,625</u>	<u>18,337</u>
Total Liabilities	<u>25,188</u>	<u>23,560</u>
TOTAL EQUITY AND LIABILITIES	<u><u>113,391</u></u>	<u><u>106,611</u></u>
Net Assets (NA) Per Share (RM)	0.74	0.69

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

(Incorporated in Malaysia)

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	Share Capital	< Non Distributable > Share Premium	Other Reserves	<Distributable> Retained Profit	Total
12 months ended 31 December 2007	RM'000	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	-	-	-	8,835	8,835
Interim dividend	-	-	-	(3,504)	(3,504)
As at 31 December 2007	60,000	194	-	22,857	83,051
12 months ended 31 December 2008	RM'000	RM'000	RM'000	RM'000	RM'000
As at 1 January 2008	60,000	194	-	22,857	83,051
Net translation gain on equity of foreign subsidiary	-	-	53	-	53
Net profit for the period	-	-	-	8,651	8,651
Interim dividend	-	-	-	(3,552)	(3,552)
As at 31 December 2008	60,000	194	53	27,956	88,203

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

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**CONDENSED CONSOLIDATED CASH FLOW STATEMENT
FOR THE 12 MONTHS ENDED 31 December 2008
(These figures have not been audited)**

	Cumulative Current Year To Date 31.12.2008 RM'000	Cumulative Preceding Year To Date 31.12.2007 RM'000
Cash Flow From Operating Activities		
Profit Before Taxation	10,928	11,216
Adjustments for:-		
Share of losses of associates	1,109	-
Allowance for doubtful debts	181	400
Depreciation of property, plant and equipment	4,831	4,558
Amortisation of prepaid lease payments	184	152
Gain on disposal of property, plant & equipment	(137)	(167)
Property, plant and equipment written off	1	13
Interest expense	170	193
Interest income	(337)	(393)
Operating profit before working capital changes	<u>16,930</u>	<u>15,972</u>
(Increase)/Decrease in inventories	2,403	(1,250)
(Increase)/Decrease in receivables	(1,269)	(1,034)
(Decrease)/Increase in payables	2,196	183
Cash generated from operations	<u>20,260</u>	<u>13,871</u>
Interest received	337	393
Interest paid	(170)	(193)
Tax refunded	352	266
Tax paid	(2,458)	(3,353)
Dividends paid	(3,552)	(3,504)
Net Cash Provided By Operating Activities	<u>14,769</u>	<u>7,480</u>
Investment in associated company	(2,436)	(2,500)
Purchase of property, plant and equipment	(7,787)	(4,036)
Proceeds from disposal of property, plant and equipment	137	199
Prepayment of land lease	(869)	(109)
Net Cash Used In Investing Activities	<u>(10,955)</u>	<u>(6,446)</u>
Repayment of hire-purchase creditors	(20)	(79)
Proceeds from hire purchase creditors	180	-
Repayment of term loans	(762)	(728)
Net Cash Used In Financing Activities	<u>(602)</u>	<u>(807)</u>
Net Change in Cash And Cash Equivalents	3,212	227
* Cash And Cash Equivalents At Beginning Of The Period	12,908	12,681
* Cash And Cash Equivalents At End Of The Period	<u>16,120</u>	<u>12,908</u>
* Cash & cash equivalents consists of:		
Fixed deposit with licensed banks	1,157	1,272
Short term deposits with licensed banks	9,211	8,016
Cash and bank balances	5,752	3,896
Bank overdraft	-	(276)
	<u>16,120</u>	<u>12,908</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 2007. 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 the Group since the year ended 31 December 2007.

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 the Group.

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 26%, on 120,000,000 ordinary shares, amounting to RM3,552,000 in respect of financial year ended 31 December 2008, was paid on 30 December 2008.

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 2007.

A11. Subsequent Material Events

There were no material events subsequent to the reporting period up to 23 February 2009 (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.

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

Quarterly Unaudited Results Of The Group For The 4th Quarter Ended 31 December 2008

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.

A13. Contingent Liabilities or Contingent Assets

As at 23 February 2009 (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 2008 are as follows:-

	RM'000
1. Approved and contracted for the purchase of property, plant and equipment	1,427
2. Share of capital commitments of jointly controlled entity (i.e. US\$1,000,000 into Coco (Fujian) Foods Company Limited, China)	3,500

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 RM128.7 million and RM10.9 million and as compared to the corresponding period revenue of RM121.3 million and profit before taxation of RM11.2 million respectively.

The increase in local sales has contributed to the increase in total turnover. However, the overall financial performance of the Group has declined due to the increased in the product advertisement expense and promotion activities 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	33,743	30,638	+10.1%
Profit before taxation	4,328	2,236	+93.6%

Revenue of the Group increased to RM33.7 million for the current quarter which represents 10.1% higher than that of RM30.6 million achieved in the immediate preceding quarter.

The pre-tax profit of the current quarter has increased by 93.6% to RM4.3 million due to the improvement in production efficiency and gain from foreign exchange.

B3. Commentary Prospects

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

COCOALAND HOLDINGS BERHAD (Co. No. 516019-H)Quarterly Unaudited Results Of The Group For The 4th Quarter Ended 31 December 2008**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>	
	<u>Current Year Quarter</u>	<u>Preceding Year Quarter</u>	<u>Current Year To Date</u>	<u>Preceding Year To Date</u>
	31.12.2008	31.12.2007	31.12.2008	31.12.2007
	RM'000	RM'000	RM'000	RM'000
Income taxation:				
• Current period estimate	370	109	2,277	2,218
• Prior year	(16)	32	(19)	140
Deferred taxation :				
• Transferred to/(from) deferred taxation	83	(59)	19	23
	437	82	2,277	2,381

The effective tax rate of the Group for the period under review was lower than the statutory tax rate of 26% 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.

COCOALAND HOLDINGS BERHAD (Co. No. 516019-H)Quarterly Unaudited Results Of The Group For The 4th Quarter Ended 31 December 2008

B8. Status of Corporate Proposals

As at 23 February 2009 (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 31.12.08 RM'000	As At 31.12.07 RM'000
Short-term borrowings-secured :-		
- Hire purchase	61	16
- Term loan	812	783
- Bank overdraft	0	275
TOTAL SHORT TERM (A)	873	1,074
Long-term borrowing-secured :-		
- Hire purchase	118	4
- Term loan	1,203	1,996
TOTAL LONG TERM (B)	1,321	2,000
TOTAL (A) + (B)	2,194	3,074

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 2008

B12. Dividend Payable

No dividend has been declared in respect of the current quarter under review (2007: 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
	31.12.2008	31.12.2007	31.12.2008	31.12.2007
Profit for the period (RM'000)	3,891	1,868	8,651	8,835
Number of ordinary shares of RM0.50 each ('000)	120,000	120,000	120,000	120,000
Basic earnings per share (sen)	3.24	1.56	7.21	7.36
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: 26.02.2009