

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

(Incorporated in Malaysia)

Financial Year End : 31 December 2009
 Quarter : Fourth Quarter

Quarterly report on results for the 4th quarter ended 31 December 2009. These figures have not been audited.

CONDENSED CONSOLIDATED INCOME STATEMENT

	<u>INDIVIDUAL QUARTER</u>		<u>CUMULATIVE QUARTER</u>	
	<u>Current Year Quarter 31.12.2009 RM'000</u>	<u>Preceding Year Quarter 31.12.2008 RM'000</u>	<u>Current Year To Date 31.12.2009 RM'000</u>	<u>Preceding Year To Date 31.12.2008 RM'000</u>
Revenue	35,378	33,743	133,146	128,717
Cost Of Sales	<u>(24,502)</u>	<u>(25,004)</u>	<u>(89,856)</u>	<u>(99,042)</u>
Gross Profit	10,876	8,739	43,290	29,675
Other Income	425	522	1,051	956
Distribution Costs	(2,074)	(2,468)	(8,534)	(9,004)
Administrative Expenses	(2,655)	(2,033)	(9,670)	(9,419)
Finance Costs	(19)	(54)	(103)	(173)
Share Of Profit/(Loss) Of Associates	<u>(165)</u>	<u>(379)</u>	<u>(734)</u>	<u>(1,108)</u>
Profit Before Tax	6,388	4,327	25,300	10,927
Income Tax Expenses	<u>(1,197)</u>	<u>(402)</u>	<u>(5,609)</u>	<u>(2,242)</u>
Profit For The Period	<u>5,191</u>	<u>3,925</u>	<u>19,691</u>	<u>8,685</u>
Attributable To:				
Equity Holders Of The Parent	5,191	3,925	19,691	8,685
Minority Interest	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
	<u>5,191</u>	<u>3,925</u>	<u>19,691</u>	<u>8,685</u>
Earnings Per Share Attributable To Equity Holders Of The Parent				
: Basic Earnings Per Share (Sen)	4.33	3.27	16.41	7.24

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 2009**

(These figures have not been audited)

	As At End Of Current Quarter (Unaudited) 31.12.2009 RM'000	As At Preceding Financial Year (Audited) 31.12.2008 RM'000
ASSETS		
Non-Current Assets		
Property, Plant And Equipment	50,381	45,543
Prepaid Lease Payments	9,047	9,232
Investment	1	1
Investment In An Associated Company	3,094	3,828
	<u>62,523</u>	<u>58,604</u>
Current Assets		
Inventories	17,472	14,619
Trade Receivables	21,306	21,828
Tax Recoverable	186	1,428
Other Debtors, Deposit & Prepayment	10,225	828
Fixed Deposit With Licensed Bank	5,998	10,370
Cash & Bank Balances	8,823	5,751
	<u>64,010</u>	<u>54,824</u>
TOTAL ASSETS	<u><u>126,533</u></u>	<u><u>113,428</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	40,931	27,990
Exchange Translation Reserves	29	53
Total Equity	<u>101,154</u>	<u>88,237</u>
Non-Current Liabilities		
Hire Purchase Creditors	58	118
Term Loans	11	1,203
Deferred Taxation	3,313	3,242
	<u>3,382</u>	<u>4,563</u>
Current Liabilities		
Trade Payables	11,085	15,689
Other Creditors & Accruals	9,490	3,657
Hire Purchase Creditors	60	61
Term Loan	15	813
Taxation	1,347	408
	<u>21,997</u>	<u>20,628</u>
Total Liabilities	<u>25,379</u>	<u>25,191</u>
TOTAL EQUITY AND LIABILITIES	<u><u>126,533</u></u>	<u><u>113,428</u></u>
	-	-
Net Assets (NA) Per Share (RM)	0.84	0.74

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

(Incorporated in Malaysia)

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	<---Non Distributable--->			<--Distributable-->	
	Share Capital	Share Premium	Exchange Translation Reserve	Retained Profit	Total
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
Foreign currency translation differences			53	-	53
Net profit for the period	-	-	-	8,685	8,685
Interim dividend	-	-	-	(3,552)	(3,552)
As at 31 December 2008	60,000	194	53	27,990	88,237
12 months ended 31 December 2009	RM'000	RM'000	RM'000	RM'000	RM'000
As at 1 January 2009	60,000	194	53	27,990	88,237
Foreign currency translation differences			(24)	-	(24)
Net profit for the period	-	-	-	19,691	19,691
Interim dividend	-	-	-	(6,750)	(6,750)
As at 31 December 2009	60,000	194	29	40,931	101,154

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

(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED CASH FLOW STATEMENT
FOR THE 12 MONTHS ENDED 31 DECEMBER 2009**

(These figures have not been audited)

	Cumulative Current Year To Date 31.12.2009 RM'000	Cumulative Preceding Year To Date 31.12.2008 RM'000
Cash Flow From Operating Activities		
Profit Before Taxation	25,300	10,927
Adjustments for:-		
Share of losses of associates	734	1,108
Allowance for doubtful debts no longer required	(423)	(1)
Allowance for doubtful debts	-	284
Depreciation of property, plant and equipment	4,887	4,831
Amortisation of prepaid lease payments	184	185
Preliminary expenses written off	-	4
(Gain)/Loss on disposal of property, plant & equipment	1	(137)
Property, plant and equipment written off	13	1
Exchange translation reserves	-	53
Interest expense	102	173
Interest income	(289)	(340)
Operating profit before working capital changes	<u>30,509</u>	<u>17,088</u>
(Increase)/Decrease in inventories	(2,853)	2,404
(Increase)/Decrease in receivables	(8,081)	(1,424)
(Decrease)/Increase in payables	1,229	2,198
Cash generated from operations	<u>20,804</u>	<u>20,266</u>
Interest received	289	340
Interest paid	(102)	(173)
Tax refunded	-	352
Tax paid	(3,729)	(2,458)
Dividends paid	(6,750)	(3,552)
Net Cash Provided By Operating Activities	<u>10,512</u>	<u>14,775</u>
Investment in associated company	-	(2,435)
Preliminary expenses	-	(4)
Purchase of property, plant and equipment	(10,217)	(8,136)
Proceeds from disposal of property, plant and equipment	473	137
Prepayment of land lease	-	(340)
Net Cash Used In Investing Activities	<u>(9,744)</u>	<u>(10,778)</u>
Repayment of hire-purchase creditors	(61)	(21)
Repayment of term loans	(1,989)	(763)
Net Cash Used In Financing Activities	<u>(2,050)</u>	<u>(784)</u>
Net Change in Cash And Cash Equivalents	(1,282)	3,213
Effects of Exchange Rate changes	(18)	-
Cash And Cash Equivalents At Beginning Of The Period	16,121	12,908
Cash And Cash Equivalents At End Of The Period *	<u>14,821</u>	<u>16,121</u>
* Cash & cash equivalents consists of:		
Fixed deposit with licensed banks	465	1,160
Short term deposits with licensed banks	5,533	9,210
Cash and bank balances	8,823	5,751
	<u>14,821</u>	<u>16,121</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 2008. 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 2008.

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.

COCOALAND HOLDINGS BERHAD (Co. No. 516019-H)Quarterly Unaudited Results Of The Group For The 4th Quarter Ended 31 December 2009**A7. Dividend Paid**

During the quarter under review, the second interim dividend of 2.5 sen per ordinary share, less Malaysian income tax at 25%, on 120,000,000 ordinary shares, amounting to RM2,250,000 in respect of financial year ended 31 December 2009, was paid on 31 December 2009.

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

Group – By Geographical

	Revenue RM'000	Profit/(Loss) Before Taxation RM'000	Assets Employed RM'000
01.01.2009 to 31.12.2009			
Malaysia	232,633	41,212	123,040
China	901	(875)	3,493
	233,534	40,337	126,533
Elimination	(100,388)	(15,037)	-
Group	133,146	25,300	126,533
01.01.2008 to 31.12.2008			
Malaysia	220,168	17,186	108,904
China	468	(1,158)	4,524
	220,636	16,028	113,428
Elimination	(91,919)	(5,101)	-
Group	128,717	10,927	113,428

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

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

Quarterly Unaudited Results Of The Group For The 4th Quarter Ended 31 December 2009

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 2008.

A11. Subsequent Material Events

There were no material events subsequent to the reporting period up to 19 February 2010 (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.

A13. Contingent Liabilities or Contingent Assets

As at 19 February 2010 (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 2009 are as follows:-

	RM'000
1. Approved and contracted for the purchase of property, plant and equipment	4,608
2. Share of capital commitments of jointly controlled entity (i.e. US\$1,000,000 into Coco (Fujian) Foods Company Limited, China)	3,500

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

Quarterly Unaudited Results Of The Group For The 4th Quarter Ended 31 December 2009

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 RM133.1million and RM25.3 million and as compared to the corresponding period revenue of RM128.7 million and profit before taxation of RM10.9 million respectively.

The increase in demand for the export segments had resulted in a higher turnover. The significant increase in profit before tax was mainly due to increase in revenue from higher margin products and improved production efficiency during the period under review.

B2. Comparison with Immediate Preceding Quarter's Results

	Current Year Quarter RM'000	Immediate Preceding Quarter RM'000	Difference %
Revenue	35,378	29,712	+19.1%
Profit before taxation	6,388	4,470	+42.9%

Revenue of the Group increased to RM35.4 million for the current quarter which represents 19.1% higher than that of RM29.7 million achieved in the immediate preceding quarter.

The pre-tax profit of the current quarter has increased by 42.9% to RM6.4 million, which was in line with higher revenue and lower marketing and selling expenses.

B3. Commentary Prospects

Plans have been undertaken to expand the production capacity for our fruit gummy line; our new beverage line 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 2009**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>
	31.12.2009	31.12.2008	31.12.2009	31.12.2008
	RM'000	RM'000	RM'000	RM'000
Income taxation:				
• Current period estimate	662	339	5,517	2,246
• Prior year	0	(20)	21	(23)
Deferred taxation :				
• Transferred to/(from) deferred taxation	535	83	71	19
	1,197	402	5,609	2,242

The effective tax rate of the Group for the period under review was lower than the statutory tax rate of 25% 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 2009**B8. Status of Corporate Proposals**

Saved as disclosed below, there are no corporate proposals announced but not completed as at 19 February 2010:

On 14 January 2010, TA Securities Holdings Berhad on behalf of the Board of Directors of Cocoaland Holdings Berhad (“Cocoaland” or “the Company”), announced that the Company proposed to undertake a proposed private placement of up to 12,000,000 new ordinary shares of RM0.50 each representing up to 10% of the issued and paid-up capital of Cocoaland at an issue price to be fixed (“Proposed Private Placement”). The proceeds to be raised from the Proposed Private Placement shall be utilized to finance the working capital of the Group.

Bursa Securities, via its letter dated 26 January 2010 approved in principle the listing and quotation of up to 12,000,000 new ordinary shares of RM0.50 each to be issued pursuant to the Proposed Private Placement.

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 31.12.09 RM’000	As At 31.12.08 RM’000
Short-term borrowings-secured :-		
- Hire purchase	60	61
- Term loan	15	813
- Bank overdraft	0	0
TOTAL SHORT TERM (A)	75	874
Long-term borrowing-secured :-		
- Hire purchase	58	118
- Term loan	11	1,203
TOTAL LONG TERM (B)	69	1,321
TOTAL (A) + (B)	144	2,195

B10. Off Balance Sheet Financial Instruments

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

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B11. Material Litigation

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

B12. Dividend Payable

The Board has declared a third interim dividend of 2.5 sen per ordinary share less 25% income tax (31 December 2008: Nil) on 120,000,000 ordinary shares, amounting to RM2,250,000 in respect of the financial year ended 31 December 2009 and payable on 6 April 2010.

B13. Earnings per share

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

	<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>
	31.12.2009	31.12.2008	31.12.2009	31.12.2008
Profit for the period (RM'000)	5,191	3,925	19,691	8,685
Number of ordinary shares of RM0.50 each ('000)	120,000	120,000	120,000	120,000
Basic earnings per share (sen)	4.33	3.27	16.41	7.24
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.

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

Quarterly Unaudited Results Of The Group For The 4th Quarter Ended 31 December 2009

By Order Of The Board

Liew Fook Meng
Executive Director
Dated: 25.02.2010