

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

(Incorporated in Malaysia)

Financial Year End : 31 December 2012  
 Quarter : Second Quarter

Quarterly report on results for the 2nd quarter ended 30 June 2012. These figures have not been audited.

**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME**

|  | <u>INDIVIDUAL QUARTER</u>                            |  | <u>CUMULATIVE QUARTER</u>                            |  |
|--|--|--|--|--|
|  | <u>Current Year Quarter<br/>30.6.2012<br/>RM'000</u> | <u>Preceding Year Quarter<br/>30.6.2011<br/>RM'000</u> | <u>Current Year To Date<br/>30.6.2012<br/>RM'000</u> | <u>Preceding Year To Date<br/>30.6.2011<br/>RM'000</u> |
| Revenue  | 58,828   | 43,674   | 110,745  | 82,672   |
| Cost Of Sales  | <u>(44,116)</u>                                      | <u>(33,482)</u>  | <u>(83,138)</u>                                      | <u>(63,296)</u>  |
| <b>Gross Profit</b>  | <b>14,712</b>  | <b>10,192</b>  | <b>27,607</b>  | <b>19,376</b>  |
| Other Income   | 359  | 687  | 784  | 1,223  |
| Distribution Costs   | (2,756)  | (2,822)  | (5,848)  | (5,117)  |
| Administrative Expenses  | (2,750)  | (3,204)  | (6,539)  | (6,583)  |
| Finance Costs  | <u>-</u>   | <u>(1)</u>   | <u>-</u>   | <u>(2)</u>   |
| <b>Profit Before Taxation</b>  | <b>9,565</b>   | <b>4,852</b>   | <b>16,004</b>  | <b>8,897</b>   |
| Income Tax Expenses  | <u>(2,248)</u>                                       | <u>(621)</u>   | <u>(3,735)</u>                                       | <u>(1,307)</u>   |
| <b>Total Comprehensive Income</b>                                      | <b><u>7,317</u></b>                                  | <b><u>4,231</u></b>                                    | <b><u>12,269</u></b>                                 | <b><u>7,590</u></b>                                    |
| Attributable To:   |  |  |  |  |
| - Equity Holders Of The Parent   | 7,317  | 4,231  | 12,269   | 7,590  |
| - Non-controlling Interest   | <u>-</u>   | <u>-</u>   | <u>-</u>   | <u>-</u>   |
|  | <b><u>7,317</u></b>                                  | <b><u>4,231</u></b>                                    | <b><u>12,269</u></b>                                 | <b><u>7,590</u></b>                                    |
| <b>Earnings Per Share Attributable To Equity Holders Of The Parent</b> |  |  |  |  |
| : Basic Earnings Per Share (Sen)                                       | 4.26   | 2.47   | 7.15   | 4.42   |

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 STATEMENT OF FINANCIAL POSITION  
AS OF 30 JUNE 2012**

(These figures have not been audited)

|  | As At End Of<br>Current Quarter<br>(Unaudited)<br>30.6.2012<br><u>RM'000</u> | As At Preceding<br>Financial Year<br>(Audited)<br>31.12.2011<br><u>RM'000</u> |
|--|--|---|
| <b>ASSETS</b>  |  |   |
| <b>Non-Current Assets</b>                                  |  |   |
| Property, Plant And Equipment                              | 104,457  | 101,043   |
| Investment   | 1  | 1   |
|  | <u>104,458</u>   | <u>101,044</u>  |
| <b>Current Assets</b>                                      |  |   |
| Inventories  | 27,893   | 25,336  |
| Trade Receivables  | 44,470   | 40,904  |
| Tax Recoverable  | 16   | 1,616   |
| Other Debtors, Deposit & Prepayment                        | 13,078   | 7,164   |
| Fixed Deposit With Licensed Bank                           | 32,867   | 39,411  |
| Cash & Bank Balances                                       | 8,158  | 3,575   |
|  | <u>126,482</u>   | <u>118,006</u>  |
| <b>TOTAL ASSETS</b>  | <u><u>230,940</u></u>  | <u><u>219,050</u></u>   |
| <b>EQUITY AND LIABILITIES</b>                              |  |   |
| <b>Equity Attributable To Equity Holders Of The Parent</b> |  |   |
| Share Capital  | 85,800   | 85,800  |
| Share Premium  | 44,355   | 44,355  |
| Revenue Reserves   | 65,604   | 58,483  |
| Exchange Translation Reserves                              | 31   | 31  |
| Total Equity   | <u>195,790</u>   | <u>188,669</u>  |
| <b>Non-Current Liabilities</b>                             |  |   |
| Deferred Income Tax Liabilities                            | 1,642  | 73  |
|  | <u>1,642</u>   | <u>73</u>   |
| <b>Current Liabilities</b>                                 |  |   |
| Trade Payables   | 31,154   | 22,768  |
| Other Creditors & Accruals                                 | 1,088  | 7,361   |
| Current Income Tax Liabilities                             | 1,266  | 179   |
|  | <u>33,508</u>  | <u>30,308</u>   |
| <b>TOTAL LIABILITIES</b>                                   | <u>35,150</u>  | <u>30,381</u>   |
| <b>TOTAL EQUITY AND LIABILITIES</b>                        | <u><u>230,940</u></u>  | <u><u>219,050</u></u>   |
| Net Assets (NA) Per Share (RM)                             | 1.14   | 1.10  |

**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          |
| <b>6 months ended 30 June 2011</b>                                    | <b>RM'000</b>             | <b>RM'000</b> | <b>RM'000</b>                | <b>RM'000</b>       | <b>RM'000</b>  |
| <b>As at 1 January 2011</b>   | <b>85,800</b>             | <b>44,355</b> | <b>31</b>                    | <b>46,027</b>       | <b>176,213</b> |
| Foreign currency translation differences                              |                           |               | 2                            | -                   | 2              |
| Total comprehensive income  | -                         | -             | -                            | 7,590               | 7,590          |
| Interim dividend of 3.8% less 25% income tax paid on 11 April 2011    | -                         | -             | -                            | (2,445)             | (2,445)        |
| <b>As at 30 June 2011</b>   | <b>85,800</b>             | <b>44,355</b> | <b>33</b>                    | <b>51,172</b>       | <b>181,360</b> |
|   |                           |               |                              |                     | -              |
|   |                           |               |                              |                     | -              |
| <b>6 months ended 30 June 2012</b>                                    | <b>RM'000</b>             | <b>RM'000</b> | <b>RM'000</b>                | <b>RM'000</b>       | <b>RM'000</b>  |
| <b>As at 1 January 2012</b>   | <b>85,800</b>             | <b>44,355</b> | <b>31</b>                    | <b>58,483</b>       | <b>188,669</b> |
| Total comprehensive income  | -                         | -             | -                            | 12,269              | 12,269         |
| Interim tax exempt (single-tier) dividend of 6% paid on 16 April 2012 | -                         | -             | -                            | (5,148)             | (5,148)        |
| <b>As at 30 June 2012</b>   | <b>85,800</b>             | <b>44,355</b> | <b>31</b>                    | <b>65,604</b>       | <b>195,790</b> |
|   |                           |               |                              |                     | -              |
|   |                           |               |                              |                     | -              |

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

(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOW  
FOR THE 6 MONTHS ENDED 30 JUNE 2012  
(These figures have not been audited)**

|   | <b>Cumulative<br/>Current Year<br/>To Date<br/>30.6.2012<br/>RM'000</b> | <b>Cumulative<br/>Preceding Year<br/>To Date<br/>30.6.2011<br/>RM'000</b> |
|---|---|---|
| <b>Cash Flow From Operating Activities</b>              |   |   |
| Profit Before Taxation                                  | 16,004  | 8,897   |
| Adjustments for:-                                       |   |   |
| Allowance for doubtful debts no longer required         | (700)   | (621)   |
| Allowance for doubtful debts                            | 998   | 1,144   |
| Depreciation of property, plant and equipment           | 3,869   | 3,417   |
| Unrealised (gain)/loss on foreign exchange              | (253)   | 90  |
| Gain on disposal of property, plant & equipment         | (27)  | (145)   |
| Property, plant and equipment written off               | 4   | 201   |
| Interest expense  | -   | 3   |
| Interest income   | (509)   | (849)   |
| Operating profit before working capital changes         | <u>19,386</u>   | <u>12,137</u>   |
| Increase in inventories                                 | (2,557)   | (774)   |
| Increase in receivables                                 | (9,480)   | (4,090)   |
| Increase in payables                                    | 2,113   | 23  |
| Cash generated from operations                          | <u>9,462</u>  | <u>7,296</u>  |
| Interest received                                       | 509   | 849   |
| Interest paid   | -   | (3)   |
| Tax refunded  | 1,592   | 249   |
| Tax paid  | (1,018)   | (1,006)   |
| Dividends paid  | (5,148)   | (2,445)   |
| <b>Net Cash Provided By Operating Activities</b>        | <u><b>5,397</b></u>   | <u><b>4,940</b></u>   |
| Purchase of property, plant and equipment               | (7,396)   | (15,463)  |
| Proceeds from disposal of property, plant and equipment | 38  | 201   |
| <b>Net Cash Used In Investing Activities</b>            | <u><b>(7,358)</b></u>   | <u><b>(15,262)</b></u>  |
| Repayment of hire-purchase creditors                    | -   | (32)  |
| <b>Net Cash Used In Financing Activities</b>            | <u><b>-</b></u>   | <u><b>(32)</b></u>  |
| Net Change in Cash And Cash Equivalents                 | (1,961)   | (10,354)  |
| Cash And Cash Equivalents At Beginning Of The Period    | 42,986  | 71,148  |
| <b>Cash And Cash Equivalents At End Of The Period *</b> | <u><u><b>41,025</b></u></u>   | <u><u><b>60,794</b></u></u>   |
| <b>* Cash &amp; cash equivalents consists of:</b>       |   |   |
| Fixed deposit with licensed banks                       | 21,095  | 45,481  |
| Short term deposits with licensed banks                 | 11,772  | 10,437  |
| Cash and bank balances                                  | 8,158   | 4,876   |
|   | <u><u><b>41,025</b></u></u>   | <u><u><b>60,794</b></u></u>   |

**Part A: Explanatory Notes In Compliance With Malaysian Financial Reporting Standard (“MFRS”) 134: Interim Financial Reporting in Malaysia**

**A1. Accounting Policies and Basis Of Preparation**

These condensed consolidated interim financial statements have been prepared in accordance with MFRS134: Interim Financial Reporting in Malaysia, and with 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 Group’s audited financial statements for year ended 31 December 2011. The consolidated financial statement of the Group as at and for the year ended 31 December 2011 were prepared in accordance with Financial Reporting Standards (“FRS”).

The accounting policies and presentation adopted for the interim financial statements are consistent with those adopted for the annual financial statements for the year ended 31st December 2011, except for the following:

Adoption of a new MASB accounting framework, the MFRS Framework

The Group has adopted the Malaysian Financial Reporting Standards (“MFRS”) framework issued by the Malaysian Accounting Standards Board (“MASB”) with effect from 1 January 2012. This MFRS framework was introduced by the MASB in order to fully converge Malaysia’s existing Financial Reporting Standards (FRS) framework with the International Financial Reporting Standards (IFRS) framework issued by the International Accounting Standards Board. In adopting the new framework, the Group has applied MFRS 1 “*First-Time Adoption of Malaysian Financial Reporting Standards*”. There has been no material impact upon the adoption the MFRS on the financial statements of the Group.

**A2. Qualification of Financial Statements**

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

**A3. Seasonal or Cyclical Factors**

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

**COCOALAND HOLDINGS BERHAD** (Co. No. 516019-H)Quarterly Unaudited Results Of The Group For The 2<sup>nd</sup> Quarter Ended 30 June 2012**A4. 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.

**A5. 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.

**A6. Dividend Paid**

During the quarter under review, the second interim tax exempt (single-tier) dividend of 6.0% or 3.0 sen per ordinary share on 171,600,000 ordinary shares, amounting to RM5,148,000 in respect of financial year ended 31 December 2011, was paid on 16 April 2012.

**A7. Debt and Equity Securities**

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

**A8. Segmental Reporting**

The Group's segmental report for the current financial period ended 30 June 2012 is as below:-

|                                       | <u>Individual 2<sup>nd</sup> Quarter</u> |                       | <u>Cumulative 2<sup>nd</sup> Quarter</u> |                       |
|---------------------------------------|--|-----------------------|--|-----------------------|
|                                       | <u>Current Year</u>                      | <u>Preceding Year</u> | <u>Current Year</u>                      | <u>Preceding Year</u> |
|                                       | <u>RM'000</u>                            | <u>RM'000</u>         | <u>RM'000</u>                            | <u>RM'000</u>         |
| <u>Group – by business segment :-</u> |  |                       |  |                       |
| <u>Net revenue</u>                    |  |                       |  |                       |
| Manufacturing                         | 59,398                                   | 37,311                | 94,526                                   | 69,471                |
| Marketing                             | 30,746                                   | 30,975                | 64,218                                   | 61,588                |
| Investment holding                    | -  | 750                   | -  | 750                   |
| Less: Inter-segment revenue           | (31,316)                                 | (25,362)              | (47,999)                                 | (49,137)              |
| Total consolidated revenue            | 58,828                                   | 43,674                | 110,745                                  | 82,672                |
| <u>Segment result</u>                 |  |                       |  |                       |
| Manufacturing                         | 6,236                                    | 3,638                 | 9,376                                    | 5,152                 |
| Marketing                             | 3,303                                    | 1,007                 | 6,410                                    | 3,179                 |
| Investment holding                    | 7  | 220                   | 202                                      | 1,271                 |
| Less: Elimination                     | 19                                       | (13)                  | 16                                       | (705)                 |
| Total consolidated profit before tax  | 9,565                                    | 4,852                 | 16,004                                   | 8,897                 |

**COCOALAND HOLDINGS BERHAD** (Co. No. 516019-H)Quarterly Unaudited Results Of The Group For The 2<sup>nd</sup> Quarter Ended 30 June 2012

|                                       | As At Current<br>Year<br>Quarter<br>RM'000 | As At Preceding<br>Year<br>Quarter<br>RM'000 |
|---------------------------------------|--|--|
| <u>Group – by business segment :-</u> |  |  |
| <u>Segment assets</u>                 |  |  |
| Manufacturing                         | 169,534                                    | 125,752                                      |
| Marketing                             | 76,322                                     | 51,473                                       |
| Investment holding                    | 137,482                                    | 134,256                                      |
| Less: Elimination                     | (152,398)                                  | (103,976)                                    |
| Consolidated total assets             | 230,940                                    | 207,505                                      |
| <u>Segment liabilities</u>            |  |  |
| Manufacturing                         | 98,567                                     | 59,188                                       |
| Marketing                             | 46,920                                     | 29,323                                       |
| Investment holding                    | 610  | 296  |
| Less: Elimination                     | (110,947)                                  | (62,662)                                     |
| Consolidated total liabilities        | 35,150                                     | 26,145                                       |

Segmental reporting by geographical location has not been prepared as the Group's operations are substantially carried out in Malaysia.

**A9. 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 2011.

**A10. Subsequent Material Events**

There were no material events subsequent to the reporting period up to 21 August 2012 (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 statement for the quarter under review.

**A11. 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.

**COCOALAND HOLDINGS BERHAD** (Co. No. 516019-H)Quarterly Unaudited Results Of The Group For The 2<sup>nd</sup> Quarter Ended 30 June 2012**A12. Contingent Liabilities or Contingent Assets**

There were no changes in other contingent liabilities or contingent assets since the last annual balance sheet as at 31 December 2011.

**A13. Capital Commitments**

The outstanding amount of capital commitments as at 30 June 2012 are as follows:-

|   | RM'000        |
|---|---------------|
| Property, plant and equipment :-<br>- Approved and contracted for | <b>10,626</b> |

**A14. Significant Related Party Transactions**

The Group has the following significant transactions with the related parties during the periods:-

|  | Current<br>Year<br>Quarter<br>RM'000 | Preceding<br>Year<br>Quarter<br>RM'000 |
|--|--------------------------------------|--|
| Prepare, package, pack and deliver Fraser and Neave Limited group of companies' products :-<br>- Sales<br>- Purchase of ingredients* | <b>3,561<br/>1,646</b>               | <b>3,238<br/>1,247</b>                 |

\* The purchase of ingredients are exclusively used for the preparing of the Fraser and Neave Limited group of companies products.

The above transactions had been entered into in the ordinary course of business on normal commercial terms with Fraser and Neave Limited group of companies. These transactions are within the ambit of the mandate approved by the shareholders of the Company on 19 June 2012.



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

Quarterly Unaudited Results Of The Group For The 2<sup>nd</sup> Quarter Ended 30 June 2012

---

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

#### **B1. Review of Performance**

For the first 6 months under review, the Group posted a 34% year-on-year revenue growth from RM82.7 million to RM110.7 million; this was mainly due to the increase in selling price and trading volume of our Fruit Gummy and Beverage products, with revenue growth of 32% and 250% respectively.

The Group's profit before taxation of RM16.0 million for the first 6 months under review registered an 80% increase over the previous corresponding period. This improvement was largely attributable to the Group's continued effort in improving production efficiency by way of process automation and better quality control in manufacturing operation.

The performance of the major segments of the Group is summarized as follows :-

##### Manufacturing segment

Higher revenue from the Manufacturing segment mainly due to stronger demand from its Contract Manufacturing business for its Beverage and Gummy products. Lower material costs and better economies of scale are factors which contributed to better profitability.

##### Marketing segment

Marketing segment achieved higher revenue due to the increase in products' selling price and higher demand from overseas market. The significant increase in profit before taxation was mainly due to higher margin sales mix and gain on foreign exchange derived from export sales.

#### **B2. Comparison with Immediate Preceding Quarter's Results**

|                        | <b>Current<br/>Year<br/>Quarter<br/>RM'000</b> | <b>Immediate<br/>Preceding<br/>Quarter<br/>RM'000</b> | <b>Difference<br/>%</b> |
|------------------------|--|---|-------------------------|
| Revenue                | 58,828   | 51,917  | +13.3%                  |
| Profit before taxation | 9,565  | 6,439   | +48.5%                  |

Group's revenue of RM58.8 million for the current quarter registered a 13.3% increase over the immediate preceding quarter. The profit before taxation of the current quarter increased by RM3.1 million or 48.5% to RM9.6 million.

**COCOALAND HOLDINGS BERHAD** (Co. No. 516019-H)Quarterly Unaudited Results Of The Group For The 2<sup>nd</sup> Quarter Ended 30 June 2012

The improved profit before taxation was mainly attributed to higher gain on foreign exchange recorded from export sales and lower advertising and promotion expenses incurred during the current quarter under review.

**B3. Commentary On Prospects**

New production facility for Hard Candy line has commenced its commercial operation in the 2<sup>nd</sup> quarter of financial year 2012 whilst the new Fruit Gummy line will be fully installed in the 4<sup>th</sup> quarter of current financial year. This will enable the Group to widen its existing customer base and further reinforce the Group's presence both locally and overseas.

The Group's performance will continue to be impacted by the volatile material costs and intense competition in domestic and export markets. The regional economy and consumer sentiment may be impacted adversely by the uncertain global economic conditions at present. However, the Group will continue to take the necessary measures to mitigate the abovementioned risk factors.

Barring any unforeseen circumstances, the Board is optimistic of achieving satisfactory result in the financial year ending 2012.

**B4. Profit Forecast or Profit Guarantee**

The Group did not issue any profit forecast or profit estimate previously in any public document.

**B5. Income Tax**

|                                    | <b>Individual Quarter</b>   |                               | <b>Cumulative Quarter</b>   |                               |
|------------------------------------|-----------------------------|-------------------------------|-----------------------------|-------------------------------|
|                                    | <b>Current Year Quarter</b> | <b>Preceding Year Quarter</b> | <b>Current Year To Date</b> | <b>Preceding Year To Date</b> |
|                                    | <b>RM'000</b>               | <b>RM'000</b>                 | <b>RM'000</b>               | <b>RM'000</b>                 |
| <b>Income tax:</b>                 |                             |                               |                             |                               |
| • Current period estimate          | 1,243                       | 595                           | 2,171                       | 1,281                         |
| • Prior year                       | (5)                         | 26                            | (5)                         | 26                            |
| <b>Deferred taxation :</b>         |                             |                               |                             |                               |
| • Transferred to deferred taxation | 1,010                       | -                             | 1,569                       | -                             |
|                                    | <b>2,248</b>                | <b>621</b>                    | <b>3,735</b>                | <b>1,307</b>                  |

The effective tax rate of the Group for the period under review was lower than the statutory rate of 25% mainly due to the utilization of reinvestment allowances claimed on qualifying expenditure.

**COCOALAND HOLDINGS BERHAD** (Co. No. 516019-H)Quarterly Unaudited Results Of The Group For The 2<sup>nd</sup> Quarter Ended 30 June 2012**B6. Status of Corporate Proposals**

(a) Status of Corporate Proposals :-

There were no corporate proposals announced but not completed as at 21 August 2012 which is not earlier than 7 days form the date of issue of this quarterly report.

(b) Status of Utilization of Proceeds :-

SUBSCRIPTION BY FRASER & NEAVE HOLDINGS BHD (“F&N”) OF 39,600,000 NEW ORDINARY SHARES OF RM0.50 EACH IN COCOALAND, REPRESENTING APPROXIMATELY 23.08% OF THE ENLARGED ISSUED AND PAID-UP SHARE CAPITAL OF COCOALAND, AT AN ISSUE PRICE OF RM1.38 PER SHARE

On 25 November 2010, the Company issued 39,600,000 new ordinary shares of RM0.50 each through a Private Placement at issue price of RM1.38 per share. The latest utilization of proceeds as of 30 June 2012 is as below:-

| Purposes   | Proposed Utilization<br>(RM'000) | Actual Utilization<br>(RM'000) | Transfer To Working Capital<br>(RM'000) | Balance<br>(RM'000) | Intended Timeframe for Utilisation after the share subscription |
|--|----------------------------------|--------------------------------|---|---------------------|---|
| 1) Acquisition of machinery                              | 36,000                           | (28,098)                       | -                                       | 7,902               | Within 21 months  |
| 2) Acquisition of property                               | 10,000                           | (7,936)                        | (2,064)*                                | Nil                 | Within 6 months   |
| 3) Working capital                                       | 8,538                            | (10,614)                       | 2,076*                                  | Nil                 | Within 6 months   |
| 4) Estimated expenses relating to the share subscription | 110                              | (98)                           | (12)*                                   | Nil                 | Upon completion   |
| <b>TOTAL</b>   | <b>54,648</b>                    | <b>(46,746)</b>                | <b>-</b>                                | <b>7,902</b>        |   |

\* Any increase or decrease in the actual expenses related to the share subscription would be clawed back from or to the working capital

**B7. Group Borrowings**

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

|   | As At<br>30.6.2012<br>RM'000 | As At<br>30.6.2011<br>RM'000 |
|---|------------------------------|------------------------------|
| <b>Short-term borrowings-secured :-</b> |                              |                              |
| - Hire purchase                         | -                            | 27                           |
| <b>TOTAL SHORT TERM</b>                 | <b>-</b>                     | <b>27</b>                    |

**COCOALAND HOLDINGS BERHAD** (Co. No. 516019-H)Quarterly Unaudited Results Of The Group For The 2<sup>nd</sup> Quarter Ended 30 June 2012

---

**B8. Material Litigation**

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

**B9. Dividend Payable**

The Board of Directors has declared a first interim tax exempt (single-tier) dividend of 5% or 2.5 sen per ordinary share (30 June 2011: nil) on 171,600,000 ordinary shares, amounting to RM4,290,000 in respect of the financial year ending 31 December 2012, which will be paid on 16 October 2012. The entitlement date for the above-mentioned interim dividend is on 19 September 2012.

The total dividend of the current financial year is 5% or 2.5sen per ordinary share.

**B10. 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> |
| Profit for the period (RM'000)                                   | 7,317                       | 4,231                         | 12,269                      | 7,590                         |
| Weighted average number of ordinary shares of RM0.50 each ('000) | 171,600                     | 171,600                       | 171,600                     | 171,600                       |
| Basic earnings per share (sen)                                   | 4.26                        | 2.47                          | 7.15                        | 4.42                          |
| 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 2<sup>nd</sup> Quarter Ended 30 June 2012**B11. Supplementary Information on the breakdown of realised and unrealised profits or losses**

The following analysis of realized and unrealized retained profits is prepared pursuant to Paragraph 2.06 and 2.23 of Bursa Malaysia Securities Berhad Listing Requirements and in accordance with the Guidance on Special Matter No.1 – Determination of Realised and Unrealised Profits or Losses as issued by the Malaysian Institute of Accountants. This disclosure is based on the format prescribed by Bursa Malaysia Securities Berhad.

|  | As at<br>30.6.2012<br>RM'000 | As at<br>31.12.2011<br>RM'000 |
|--|------------------------------|-------------------------------|
| Total retained profits of the Company and its subsidiaries |                              |                               |
| - Realised   | 99,339                       | 87,252                        |
| - Unrealised   | (2,416)                      | (295)                         |
| Less: Consolidation adjustments                            | (31,319)                     | (28,474)                      |
| Retained profit as per financial statement                 | 65,604                       | 58,483                        |

**B12. Profit before tax is stated after charging/(crediting) :-**

|   | <u>Current Quarter</u><br>RM'000 |
|---|----------------------------------|
| Interest income                                   | (236)                            |
| Depreciation of property, plant and equipment     | 1,987                            |
| Gain on disposal of property, plant and equipment | (20)                             |
| Property, plant and equipment written off         | -                                |
| Allowance for doubtful debts                      | 514                              |
| Allowance for doubtful debts no longer required   | (367)                            |
| Loss/(Gain) on foreign exchange                   |                                  |
| - realized  | (786)                            |
| - unrealized                                      | (273)                            |

By Order Of The Board

**Tai Chun Wah**

Executive Director

Dated: 27 August 2012