



TECK GUAN PERDANA BERHAD

(COMPANY NO: 307097 - A)

**UNAUDITED INTERIM FINANCIAL STATEMENTS
FOR THE FIRST QUARTER ENDED
30 APRIL 2012**

TECK GUAN PERDANA BERHAD

(Company No. 307097-A)

(Incorporated in Malaysia)

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current Year Quarter 30/04/2012 RM'000	Preceding Year Corresponding Quarter 30/04/2011 RM'000	Current Year To date 30/04/2012 RM'000	Preceding Year Corresponding Period 30/04/2011 RM'000
Revenue	42,953	54,480	42,953	54,480
Cost of sales	(41,337)	(45,664)	(41,337)	(45,664)
Gross profit	1,616	8,816	1,616	8,816
Other income/(expense)	297	(796)	297	(796)
Selling & distribution costs	(1,369)	(941)	(1,369)	(941)
Administrative expenses	(1,133)	(940)	(1,133)	(940)
Interest income	113	390	113	390
Finance cost	(751)	(1,150)	(751)	(1,150)
Profit / (loss) before taxation	(1,227)	5,379	(1,227)	5,379
Income tax	(141)	(1,353)	(141)	(1,353)
Profit / (loss) for the period	(1,368)	4,026	(1,368)	4,026
Other comprehensive income				
Assets revaluation reserve realised upon depreciation charged	36	35	36	35
Total comprehensive income / (loss) for the period	(1,332)	4,061	(1,332)	4,061
Profit / (loss) attributable to:				
Equity holders of the company	(1,368)	4,026	(1,368)	4,026
Earnings per Share Attributable to Equity Holders:				
Basic, for the period (Sen)	(3.41)	10.04	(3.41)	10.04
Diluted, for the period (Sen)	na	na	na	Na

The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Annual Financial Statements of the Company for the year ended 31 January 2012 and the accompanying explanatory notes attached to the interim financial statements.

TECK GUAN PERDANA BERHAD

(Company No. 307097-A)

(Incorporated in Malaysia)

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	As At End Of Current Quarter 30/04/2012 RM'000	As At Preceding Financial Year End 31/01/2012 RM'000
<u>ASSETS</u>		
Non-current assets		
Property, plant & equipment	43,651	44,050
Biological assets	12,459	12,636
Goodwill on consolidation	2,624	2,624
Deferred tax assets	8	8
	<hr/> 58,742	<hr/> 59,318
Current assets		
Inventories	58,022	38,330
Trade and other receivables	3,161	5,743
Taxation recoverable	369	287
Cash and bank balances	38,701	30,205
	<hr/> 100,253	<hr/> 74,564
TOTAL ASSETS	<hr/> <hr/> 158,995	<hr/> <hr/> 133,883
<u>EQUITY & LIABILITIES</u>		
Equity		
Share capital	40,097	40,097
Share premium	7	7
Reserves	17,219	17,255
Accumulated losses	(3,258)	(1,926)
Total Equity	<hr/> 54,065	<hr/> 55,433
Non-current liability		
Term loan	32,441	35,229
Deferred tax liabilities	6,993	7,408
	<hr/> 39,434	<hr/> 42,637
Current liabilities		
Borrowings	50,655	29,695
Trade and other payables	14,841	6,118
	<hr/> 65,496	<hr/> 35,813
Total liabilities	104,930	78,450
TOTAL EQUITY & LIABILITIES	<hr/> <hr/> 158,995	<hr/> <hr/> 133,883
NET ASSETS PER SHARE (SEN)	134.84	138.25

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Annual Financial Statements of the Company for the year ended 31 January 2012 and the accompanying explanatory notes attached to the interim financial statements.

TECK GUAN PERDANA BERHAD

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CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	← Attributable to owners of the parent →				Total Equity RM'000
	Non-Distributable		Distributable		
	Share Capital RM'000	Share Premium RM'000	Reserves RM'000	Accumulated Losses RM'000	
At 1 February 2011	40,097	7	17,397	(5,848)	55,653
Total comprehensive income for the year	-	-	(142)	3,922	3,780
At 31 January 2012	40,097	7	17,255	(1,926)	55,433
Total comprehensive loss for the year	-	-	(36)	(1,332)	(1,368)
At 30 April 2012	40,097	7	17,219	(3,258)	54,065

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Annual Financial Statements of the Company for the year ended 31 January 2012 and the accompanying explanatory notes attached to the interim financial statements.

TECK GUAN PERDANA BERHAD

(Company No. 307097-A)

(Incorporated in Malaysia)

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

	Current Year Todate 30/04/2012 RM'000	Preceding Year Corresponding Period 30/04/2011 RM'000
Operating activities		
(Loss)/profit before taxation	(1,227)	5,379
<u>Adjustments for:</u>		
Depreciation of property, plant and equipment	439	376
Amortisation of biological assets	190	192
Plant and equipment written off	2	-
Interest income	(113)	(390)
Interest expense	751	1,150
	<hr/>	<hr/>
Total adjustments	1,269	1,328
	<hr/>	<hr/>
Operating cash flows before changes in working capital	42	6,707
Increase in inventories	(19,692)	(9,262)
Decrease in trade and other receivables	2,581	55,577
Increase / (Decrease) in trade and other payables	8,723	(10,541)
	<hr/>	<hr/>
Total changes in working capital	(8,388)	35,774
	<hr/>	<hr/>
Cash flows (used in)/generated from operations	(8,346)	42,481
Interest paid	(751)	(1,150)
Income tax paid	(639)	(245)
Income tax refunded	-	131
Interest received	113	390
	<hr/>	<hr/>
Net cash flow used in / (generated from) operating activities	(9,623)	41,607
	<hr/>	<hr/>
Investing activities		
Purchase of property, plant and equipment	(53)	(284)
	<hr/>	<hr/>
Net cash flows used in investing activities	(53)	(284)
	<hr/>	<hr/>

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS (Cont')

	Current Year To date 30/04/2012 RM'000	Preceding Year Corresponding Period 30/04/2011 RM'000
Financing Activities		
Proceeds from bankers' acceptances	22,710	-
Repayment of bankers' acceptances	-	(5,953)
Repayment of term loan	(2,700)	(390)
	<hr/>	<hr/>
Net cash flow generated from / (used in) financing activities	20,010	(6,343)
	<hr/>	<hr/>
Net increase in cash & cash equivalents	10,334	34,980
Cash & cash equivalents at beginning of the period	28,367	11,443
	<hr/>	<hr/>
Cash & cash equivalents at end of the period	38,701	46,423
	<hr/>	<hr/>
	As At 30/04/2012	As At 30/04/2011
*Cash & cash equivalents at end of the period consists of:		
Cash and Bank Balances	38,701	46,439
Bank Overdrafts	-	(16)
	<hr/>	<hr/>
	38,701	46,423
	<hr/>	<hr/>

The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Annual Financial Statements of the Company for the year ended 31 January 2012 and the accompanying explanatory notes attached to the interim financial statements.

TECK GUAN PERDANA BERHAD

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NOTES TO INTERIM FINANCIAL STATEMENTS

1. Basis of preparation

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

The interim financial statements should be read in conjunction with the audited financial statements of the Group for the year ended 31 January 2012. These 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 the financial position and performance of the Group since the year ended 31 January 2012.

2. Accounting policies

The accounting policies and methods of computation adopted consistent with those adopted in the financial statements for the year ended 31 January 2012 except for the adoption of the following new Financial Reporting Standards ("FRSs"), Amendments and Issues Committee ("IC") Interpretations with effect from 1 January 2012.

FRSs, Amendments and IC Interpretations

IC Interpretation 19	Extinguishing Financial Liabilities with Equity Instruments
Amendments to IC Interpretation 14	Prepayments of a Minimum Funding Requirement
Amendments to FRS 1	Severe Hyperinflation and Removal of Fixed Dates for First-time Adopters
Amendments to FRS 7	Transfers of Financial Assets
Amendments to FRS 112	Deferred Tax: Recovery of Underlying Assets
FRS 124	Related Party Disclosures

The adoption of the above did not have any significant effects on the interim financial report upon their initial application.

At the date of authorisation of these interim financial statements, the following new FRSs, Amendments to FRSs and Interpretations were issued but not yet effective and have not been applied by the Group (for the FRS Framework) :

FRSs, Amendments to FRSs and Interpretations

Amendments to FRS 9 (IFRS 9(2009), FRS 9 (IFRS 9(2010)), and FRS 7	Mandatory Effective Date of FRS 9 and Transition Disclosures
Amendments to FRS 101	Presentation of Items of Other Comprehensive Income

Accounting policies (con't)

FRS 9 (IFRS 9(2009))	Financial Instruments (IFRS 9 issued by IASB in November 2009)
FRS 9 (IFRS 9(2010))	Financial Instruments (IFRS 9 issued by IASB in October 2010)
FRS 10	Consolidated Financial Statements
FRS 11	Joint Arrangements
FRS 12	Disclosure of interests in Other Entities
FRS 13	Fair Value Measurement
FRS 119	Employee Benefits
FRS 127	Separate Financial Statements
FRS 128	Investment in Associate and Joint Ventures
IC Interpretation 20	Stripping Costs in the Production Phase of a Surface Mine
Amendments to FRS 7	Disclosure - Offsetting Financial Assets and Financial Liabilities
Amendments to FRS 132	Offsetting Financial Assets and Financial Liabilities
FRS 9	Financial Instruments

The directors expect that the adoption of the standards and interpretations above will have no material impact on the financial statements in the period of initial application, except as disclosed below:

(a) Amendments to FRS 101: Presentation of Items of Other Comprehensive Income

The amendments to FRS 101 change the grouping of items presented in Other Comprehensive Income. Items that could be reclassified (or “recycled”) to profit or loss at a future point in time (for example, upon derecognition or settlement) would be presented separately from items that will never be reclassified. The amendment affects presentation only and has no impact on the Group’s financial position or performance.

(b) FRS 9: Financial Instruments

FRS 9 reflects the first phase of work on the replacement of FRS 139 and applies to classification and measurement of financial assets and financial liabilities as defined in FRS 139. The adoption of this first phase of FRS 9 will have an effect on the classification and measurement of the Group’s financial assets but will potentially have no impact on classification and measurements of financial liabilities.

(c) FRS 10: Consolidated financial statements

FRS 10 replaces the portion of FRS 127 Consolidated and Separate Financial Statements that addresses the accounting for consolidated financial statements. FRS 10 establishes a single control model that applies to all entities including special purpose entities. The changes introduced by FRS 10 will require management to exercise significant judgement to determine which entities are controlled, and therefore, are required to be consolidated by a parent, compared with the requirements that were in FRS 127.

Accounting policies (con't)

(d) FRS 13: Fair Value Measurement

FRS 13 establishes a single source of guidance under FRS for all fair value measurements. FRS 13 does not change when an entity is required to use fair value, but rather provides guidance on how to measure fair value under FRS when fair value is required or permitted.

Malaysian Financial Reporting Standards (MFRS Framework).

On 19 November 2011, the Malaysian Accounting Standards Board (MASB) issued a new MASB approved accounting framework, the Malaysian Financial Reporting Standards (MFRS Framework).

The MFRS Framework is to be applied by all Entities Other Than Private Entities for annual periods beginning on or after 1 January 2012, with the exception of entities that are within the scope of MFRS 141 Agriculture (MFRS 141) and IC Interpretation 15 Agreements for Construction of Real Estate (IC 15), including its parent, significant investor and venturer (herein called 'Transitioning Entities').

Transitioning Entities will be allowed to defer adoption of the new MFRS Framework for an additional one year. Consequently, adoption of the MFRS Framework by Transitioning Entities will be mandatory for annual periods beginning on or after 1 January 2013.

The Group falls within the scope definition of Transitioning Entities and accordingly, will be required to prepare financial statements using the MFRS Framework in its first MFRS financial statements for the year ending 31 January 2014. In presenting its first MFRS financial statements, the Group will be required to restate the comparative financial statements to amounts reflecting the application of MFRS Framework. The majority of the adjustments required on transition will be made, retrospectively, against opening retained earnings.

The Group has commenced transitioning its accounting policies and financial reporting from the current Financial Reporting Standards to the MFRS Framework by establishing a project team to plan and manage the adoption of the MFRS Framework.

At the date of these financial statements, the Group has not completed its quantification of the financial effects of the differences between Financial Reporting Standards and accounting standards under the MFRS Framework due to the ongoing assessment by the project team. Accordingly, the consolidated financial performance and financial position as disclosed in these financial statements for the year ended 31 January 2012 could be different if prepared under the MFRS Framework.

3. Audit report

There was no audit qualification in the audit report of the preceding annual financial statements.

4. Seasonal and cyclical factors

The Group's operations are affected by seasonal crop production, weather conditions and fluctuating commodity prices.

5. Unusual items due to their nature, size of incidence

There were no items affecting the assets, liabilities, net income or cash flows that are unusual because of their nature, size or incidence for the interim period.

6. Changes in estimates

There were no significant changes in the amount of estimates that have had a material effect in the current financial results.

7. Debt and equities securities

There were no issuances, cancellations, repurchases, resale and repayments of debt and equity securities for the current financial period under review.

8. Dividend paid

There was no dividend payment during the current financial period-to-date.

9. Segmental reporting

Segment analysis for the period ended 30 April 2012 is set out below:

	Oil Palm Products RM'000	Cocoa Products RM'000	Elimination RM'000	Consolidated RM'000
Revenue				
External sales	38,321	4,632	-	42,953
Inter-segments sales	-	1,047	(1,047)	-
Total revenue	<u>38,321</u>	<u>5,679</u>	<u>(1,047)</u>	<u>42,953</u>
Results				
Segment results	1,870	(2,015)		(145)
Unallocated corporate expenses				(331)
Finance Cost, net				<u>(751)</u>
Loss Before Tax				<u>(1,227)</u>
Assets				
Segment assets	108,175	50,475		158,650
Unallocated assets				<u>345</u>
				<u>158,995</u>
Liabilities				
Segment liabilities	79,488	25,296		104,784
Unallocated liabilities				<u>146</u>
				<u>104,930</u>
Other information				
Capital expenditure	49	4		53
Depreciation	335	104		439
Amortisation	190	-		190

Segmental Reporting (Con't)

Oil Palm Products

The oil palm products segment remained the Group's main source of revenue, contributed 89.2% of the revenue of the Group in the current quarter.

Planted areas of the Group have mostly attained maturity, with average crop age of 10 years and yield for fresh fruit bunches achieved an increase of approximately 13.1% as compared with preceding year corresponding quarter. On the other hand, sales volume for crude palm kernel oil had also registered an increase by 12.1% as compared with preceding year corresponding quarter.

Despite favourable factors stated above, revenue for this segment dropped from RM 52.7 million in preceding year corresponding quarter to RM 38.3 million in current quarter. The decrease was mainly attributed to the decrease in market price for crude palm kernel oil from an average of RM 2,280 per metric ton registered in preceding year corresponding quarter to RM 1,360 per metric ton in the current quarter, a decrease by 40.3%.

Segment operating profit also decreased from RM 6.8 million in the preceding year corresponding quarter to RM 1.8 million in the current quarter, a decline by 73.5%. The decrease was mainly attributed to lower margin for crude palm kernel oil in the current quarter whereby the saving on the decrease in average raw material cost by 33.2% in the current quarter was insufficient to cover the negative impact out of the decrease in selling price of crude palm kernel oil as stated above.

Cocoa Products

Cocoa products segment contributed 10.8% of the revenue of the Group. Revenue for this segment increased from RM 1.8 million in preceding year corresponding quarter to RM 4.6 million in current quarter, an increase by 141%. The increase was mainly attributed to increase in operational level that eventually led to a higher sale volume for cocoa butter and cocoa powder.

Nevertheless, due to sudden decrease in prices for cocoa products in the current quarter that triggered by Europe debt crisis, this segment suffered a loss of RM 2.0 million as compared with a marginal profit of about RM 3,000 in the preceding year corresponding quarter. Cocoa butter price dropped to as low as RM 5,757 per metric ton in the current quarter and registered a negative margin of about 26.7%. On the other hand, stock value for cocoa products was also being marked down to its net realisable value by approximately RM 1.2 million in line with the decrease in cocoa products prices.

10. Valuations of property, plant and equipment

The valuations of property, plant and equipment have been brought forward without amendment from the previous financial statements.

11. Changes in composition of the Group

There are no changes in the composition of the Company and the Group for the financial quarter ended 30 April 2012.

12. Discontinued operation

There was no discontinued operation during the quarter ended 30 April 2012.

13. Capital commitment

There were no material capital commitments as at the end of the quarter under review.

14. Contingent liabilities

There were no material contingent liabilities since the last annual balance sheet date.

15. Material related party transactions

Significant transactions between the Group and its jointly controlled entities are as follows:

	3 months ended 30 April 2012 RM'000
Sale of crude palm kernel oil	33,325
Purchase of palm kernel	14,641
Sale of fresh fruit bunches	2,824
Purchase of fertilizers, chemicals, etc	454
Sale of cocoa powder	450
Rental on factory building and infrastructures	542
Sale of chocolate products	325

16. Subsequent Events

There were no material events subsequent to the end of the year that have not been reflected in the financial statements for the year.

17. Review of Group's Performance

For the quarter under review, revenue for the Group decreased by 21% from RM54.5 million to RM42.9 million as compared with preceding year corresponding quarter. The decrease was mainly attributed to the decrease in export prices in the oil palm segment.

18. Comment On Material Changes In Profit Before Taxation

The Group registered a loss before taxation of RM1.2 million as compared with a profit of RM3.1 million in the immediate preceding quarter. The decrease was mainly attributed to the decrease in export volume and lower margin for oil palm products in the oil palm segment.

19. Current Year Prospects

Barring unforeseen circumstances, oil palm crop yields for the current financial year are expected to be encouraging with more young palms attaining prime age and the adoption of comprehensive fertilizing program. Although prices for oil palm products went down recently due to Europe debts crisis, there is a sign of rebound in pricing due to expected increase in demand in crude palm oil caused by the bad weather in United States that affects the supply of soya bean oil. Therefore, short term crude palm oil price is expected to remain favourable. At the same time, risk factors such as the geopolitical tension at Gulf of Hormuz, the existing Europe debts crisis and export tax differential pressure from Indonesia would continue to impact the global commodity demand and prices.

The cocoa product segment is viewed to remain bearish and the management will adopt a cautious view in the operation of this segment.

For the current financial year, the management remains cautiously optimistic in the operation of the Group.

20. Profit Forecast

The Group did not announce any profit forecast or profit guarantee during the current financial period.

21. Profit Before Tax

The following (gain)/loss have been included in arriving at profit before tax:

	Quarter Ended 30.4.2012 RM'000	Year-to-date 30.4.2012 RM'000
Interest Income	(113)	(113)
Interest Expenses	751	751
Rental Income	(34)	(34)
Depreciation and amortisation	629	629
Net foreign exchange loss	107	107
Rental of premises	4	4
Rental of equipment	19	19
Rental of land and factory	549	549

22. Taxation

	Year-To-Date 30/04/2012 RM'000	Year-To-Date 30/04/2011 RM'000
Taxation for the current period	556	478
Deferred taxation for the current period	(415)	875
	<u>141</u>	<u>1,353</u>

23. Profit or Loss on Sale of Unquoted Investment and/or Properties

There was no sale of unquoted investments and/or properties during the current quarter and financial year-to-date.

24. Quoted Securities

There was no purchase or disposal of quoted securities during the current quarter and financial year-to-date and there were no investment in quoted shares as at the end of the quarter.

25. Corporate Proposals

There are no corporate proposals announced but not completed as at the date of this report.

26. Borrowings

The Group borrowings, which are denominated in Ringgit Malaysia, as at the end of the reporting period were as follows:

	RM'000
Short-term borrowings – secured	50,655
Long-term borrowings – secured	32,441
	<u>83,096</u>

27. Financial Instruments

There have been no significant changes to the Group's exposure credit risk, market risk and liquidity risk from the previous financial year. Also, there have been no changes to the Group's risk management objectives, policies and processes since the previous financial year end.

There were no financial instruments with off balance sheet risk as at the date of announcement.

Financial Instruments (Con't)

The un-hedged financial assets and liabilities of the Group that are not denominated in their functional currencies as at the current quarter ended are as follows:-

Functional currency of the Group	Un-hedged financial assets/(liabilities) held in non-functional currencies		
	Sterling Pound	United States Dollar	Total
	RM'000	RM'000	RM'000
Trade and other receivables	904	1,123	2,027
Cash and bank balances	490	11	501
Borrowings	-	(38,834)	(38,834)
Total	1,394	(37,700)	(36,306)

28. Material Litigation

There were no pending material litigations at the date of this report.

29. Dividends

No dividend has been declared for the financial quarter under review.

30. Earnings Per Share

The earnings per share for the current quarter and financial year-to-date are calculated by dividing the profit for the period by the weighted average number of ordinary shares in issue.

	Current Year Quarter 30/04/2012	Preceding Year Corresponding Quarter 30/04/2011	Current Year To Date 30/04/2012	Preceding Year Corresponding Period 30/04/2011
Profit / (loss) for the period (RM'000)	(1,368)	4,026	(1,368)	4,026
Weighted average number of ordinary shares in issue ('000)	40,097	40,097	40,097	40,097
Basic earnings per share (Sen)	<u>(3.41)</u>	<u>10.04</u>	<u>(3.41)</u>	<u>10.04</u>

Basic earnings per ordinary share is calculated by dividing the profit for the quarter attributable to ordinary equity holders of the parent company by the weighted average number of ordinary shares in issue during the quarter.

Diluted earnings per share is not disclosed as the Company does not have any dilutive potential on ordinary shares.

31. Disclosure of realised and unrealised profits and losses

Realised and unrealised accumulated losses of the Group is analysed as follows:

	As at 30.04.2012 RM'000	As at 31.01.2012 RM'000
Total accumulated losses of TGPB and its subsidiaries		
- Realised	(4,524)	(2,613)
- Unrealised	(6,984)	(7,400)
	(11,508)	(10,013)
Less: Consolidation adjustments	8,250	8,087
Total group accumulated losses as per consolidated accounts	(3,258)	(1,926)

By Order of the Board

Chan Kin Dak @ Tan Kin Dak
Company Secretary
22 June 2012