



# **TECK GUAN PERDANA BERHAD**

**(COMPANY NO: 307097 - A)**

**UNAUDITED INTERIM FINANCIAL STATEMENTS  
FOR THE FIRST QUARTER ENDED  
30 APRIL 2015**

# TECK GUAN PERDANA BERHAD

(Company No. 307097-A)  
(Incorporated in Malaysia)

## CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current Year Quarter 30/04/2015 RM'000	Preceding Year Corresponding Quarter 30/04/2014 RM'000	Current Year To date 30/04/2015 RM'000	Preceding Year Corresponding Period 30/04/2014 RM'000
Revenue	54,205	82,225	54,205	82,225
Cost of sales	(45,823)	(72,118)	(45,823)	(72,118)
Gross profit	8,382	10,107	8,382	10,107
Other income/(expenses)	141	(13)	141	(13)
Selling & distribution costs	(2,235)	(2,216)	(2,235)	(2,216)
Administrative expenses	(1,903)	(1,920)	(1,903)	(1,920)
Interest income	98	47	98	47
Finance cost	(409)	(675)	(409)	(675)
Profit before taxation	4,074	5,330	4,074	5,330
Income tax	(1,232)	(1,559)	(1,232)	(1,559)
Total comprehensive income for the period	2,842	3,771	2,842	3,771
Total comprehensive income attributable to: Equity holders of the company	2,842	3,771	2,842	3,771

### Earnings per Share Attributable to Equity Holders:

Basic, for the period (Sen)	7.09	9.40	7.09	9.40
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 2015 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 30/04/2015 RM'000	As At Preceding Financial Year End 31/01/2015 RM'000
<b><u>ASSETS</u></b>		
<b>Non-current assets</b>		
Property, plant & equipment	59,753	60,154
Biological assets	38,700	39,427
Deferred tax assets	5	5
	<hr/> 98,458	<hr/> 99,586
<b>Current assets</b>		
Inventories	20,168	20,604
Derivatives	299	-
Trade and other receivables	24,974	28,342
Cash and bank balances	18,406	27,480
	<hr/> 63,847	<hr/> 76,426
<b>TOTAL ASSETS</b>	<hr/> <hr/> 162,305	<hr/> <hr/> 176,012
<b><u>EQUITY &amp; LIABILITIES</u></b>		
<b>Equity</b>		
Share capital	40,097	40,097
Share premium	7	7
Reserves	51,792	52,286
Accumulated losses	(13,960)	(17,296)
<b>Total Equity</b>	<hr/> 77,936	<hr/> 75,094
<b>Non-current liability</b>		
Term loan	5,817	8,466
Deferred tax liabilities	17,766	17,463
	<hr/> 23,583	<hr/> 25,929
<b>Current liabilities</b>		
Borrowings	19,610	32,863
Trade and other payables	39,923	40,847
Derivatives	-	702
Provision for taxation	1,253	577
	<hr/> 60,786	<hr/> 74,989
<b>Total liabilities</b>	84,369	100,918
<b>TOTAL EQUITY &amp; LIABILITIES</b>	<hr/> <hr/> 162,305	<hr/> <hr/> 176,012
<b>NET ASSETS PER SHARE (SEN)</b>	194.37	187.28

*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 2015 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 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	
<b>At 1 February 2014</b>	40,097	7	54,339	(17,294)	77,149
Total comprehensive loss for the year	-	-	-	(2,055)	(2,055)
Assets revaluation reserve realised upon depreciation charged	-	-	(2,053)	2,053	-
<b>At 31 January 2015</b>	40,097	7	52,286	(17,296)	75,094
Total comprehensive income for the period	-	-	-	2,842	2,842
Assets revaluation reserve realised upon depreciation charged	-	-	(494)	494	-
<b>At 30 April 2015</b>	40,097	7	51,792	(13,960)	77,936

*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 2015 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

	<b>Current Year To date 30/04/2015 RM'000</b>	<b>Preceding Year Corresponding Period 30/04/2014 RM'000</b>
<b>Operating activities</b>		
Profit before taxation	4,074	5,330
<u>Adjustments for:</u>		
Depreciation of property, plant and equipment	492	495
Amortisation of biological assets	742	693
Gain on disposal of property, plant and equipment	(461)	-
Interest income	(98)	(47)
Interest expense	409	675
Net fair value gain on derivatives	(1,001)	(96)
Total adjustments	<u>83</u>	<u>1,720</u>
<b>Operating cash flows before changes in working capital</b>	4,157	7,050
Decrease in inventories	436	5,655
Decrease/ (Increase) in trade and other receivables	3,368	(31,603)
(Decrease)/ Increase in trade and other payables	(924)	28,148
Total changes in working capital	<u>2,880</u>	<u>2,200</u>
Cash flows generated from operations	7,037	9,250
Interest paid	(409)	(675)
Income tax paid	(254)	(295)
Interest received	98	47
<b>Net cash flows generated from operating activities</b>	<u>6,472</u>	<u>8,327</u>
<b>Investing activities</b>		
Purchase of property, plant and equipment	(200)	(1)
Proceeds from disposal of property, plant and equipment	555	-
<b>Net cash flows generated from/ (used in) investing activities</b>	<u>355</u>	<u>(1)</u>

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS (continued)**

	<b>Current Year To date 30/04/2015 RM'000</b>	<b>Preceding Year Corresponding Period 30/04/2014 RM'000</b>
<b>Financing Activities</b>		
Repayment of bankers' acceptances	(13,093)	-
Proceeds from bankers' acceptances	-	23,025
Repayment of term loan	(2,834)	(3,318)
<b>Net cash flows (used in)/ generated from financing activities</b>	<b>(15,927)</b>	<b>19,707</b>
<b>Net (decrease)/ increase in cash &amp; cash equivalents</b>	<b>(9,100)</b>	<b>28,033</b>
<b>Cash &amp; cash equivalents at beginning of the period</b>	<b>27,480</b>	<b>14,628</b>
<b>Cash &amp; cash equivalents at end of the period</b>	<b>18,380</b>	<b>42,661</b>
	As At 30/04/2015 RM'000	As At 30/04/2014 RM'000
*Cash & cash equivalents at end of the period consists of:		
Cash and Bank Balances	18,406	42,710
Bank Overdrafts	(26)	(49)
	<b>18,380</b>	<b>42,661</b>

*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 2015 and the accompanying explanatory notes attached to the interim financial statements.*

# **TECK GUAN PERDANA BERHAD**

(Company No. 307097-A)  
(Incorporated in Malaysia)

## **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 2015. 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 2015.

### **2. Accounting policies**

The significant accounting policies adopted are consistent with those of the audited financial statements for the year ended 31 January 2015 except for the following Financial Reporting Standards (FRSs), Amendments to FRSs and Interpretations which take effect from 1 January 2015:

Amendments To MFRS 119: Defined Benefit Plans: Employee Contributions (effective from 1 July 2014)

Annual Improvements to MFRS 2010 -2012 Cycle (effective from 1 July 2014)

Annual Improvements to MFRS 2011 -2013 Cycle (effective from 1 July 2014)

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

## **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').

The Group falls within the scope definition of Transitioning Entities and accordingly, will adopt the MFRS Framework for the financial year ending 31 January 2018. 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. Adjustments required on transition, if any, will be made retrospectively against opening retained earnings.

Accordingly, the consolidated financial performance and financial position as disclosed in these financial statements for the period ended 30 April 2015 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 of 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 equities 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 2015 is set out below:

	<b>Palm Oil Products RM'000</b>	<b>Cocoa Products RM'000</b>	<b>Elimination RM'000</b>	<b>Consolidated RM'000</b>
<b>Revenue</b>				
External sales	51,934	2,271	-	54,205
Inter-segments sales	-	14	(14)	-
Total revenue	51,934	2,285	(14)	54,205
<b>Results</b>				
Segment results	4,317	443		4,760
Unallocated corporate expenses				(277)
Finance Cost, net				(409)
Profit Before Tax				4,074
<b>Assets</b>				
Segment assets	135,192	27,092		162,284
Unallocated assets				21
				162,305
<b>Liabilities</b>				
Segment liabilities	74,430	1,274		75,704
Unallocated liabilities				8,665
				84,369
<b>Other information</b>				
Capital expenditure	180	20		200
Depreciation	416	76		492
Amortisation	742	-		742

### Palm Oil Products

The palm oil products segment remained the Group's main source of revenue, which contributed 95.81% of the revenue of the Group in the current quarter.

For the quarter under review, revenue for this segment decreased to RM51.93 million from RM79.51 million in the preceding year corresponding quarter. The decrease was mainly attributed to the decrease in both sales volume and selling price.

The operating profit for the current quarter decreased to RM4.32 million from RM5.64 million in the preceding year corresponding quarter. The decrease was mainly attributed to the decrease in sales volume.

### Cocoa Products

Cocoa products' contribution of 4.19% to the revenue of the Group is insignificant.

## 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 2015.

## 12. Discontinued operation

There was no discontinued operation during the quarter ended 30 April 2015.

## 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 2015 RM'000
Sale of crude palm kernel oil	37,369
Purchase of palm kernel	18,360
Sale of fresh fruit bunches	1,734
Purchase of fertilizers, chemicals, etc.	523
Sale of cocoa powder	143
Rental on factory building and infrastructures	560
Sale of chocolate products	388

## 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 period.

## 17. Review of Group's Performance

For the quarter under review, revenue for the Group decreased by 34.1% from RM82.22 million to RM54.20 million as compared with preceding year corresponding quarter. The decrease was mainly attributed to the decrease in both sales volume and selling price.

## 18. Comment On Material Changes In Profit Before Taxation

The Group registered a profit before taxation of RM4.07 million as compared with RM2.00 million in the immediate preceding quarter. The increase was mainly attributed to the increase in foreign currency gain in the current quarter.

## 19. Current Year Prospects

While the Group is closely monitoring the global market on palm oil products, the management remains cautiously positive in the operation of the Group for the remaining period of this financial year.

## 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 items have been included in arriving at profit before tax:

	Quarter Ended 30.04.2015 RM'000	Year-to-date 30.04.2015 RM'000
Interest Income	(98)	(98)
Interest Expenses	409	409
Rental Income	(43)	(43)
Depreciation and amortisation	1,234	1,234
Net foreign exchange loss	703	703
Net fair value gain on derivatives	(1,001)	(1,001)
Rental of premises	11	11
Rental of equipment	17	17
Rental of land and factory	548	548

## 22. Taxation

	Current Quarter 30/04/2015 RM'000	Year-To- Date 30/04/2015 RM'000
Taxation for the current period	930	930
Deferred taxation for the current period	302	302
	<u>1,232</u>	<u>1,232</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:

	<b>RM'000</b>
Short term borrowings - secured	19,610
Long term borrowings - secured	5,817
	<u>25,427</u>

## 27. Derivatives

	<b>As At End Of Current Quarter 30/04/2015</b>		<b>As At Preceding Financial Year End 31/01/2015</b>	
	<b>Contract/ notional amount RM</b>	<b>Asset RM</b>	<b>Contract/ notional amount RM</b>	<b>Liability RM</b>
<b>Non-hedging derivatives</b>				
Forward currency contracts	7,422,000	299,000	7,279,400	(702,200)

The Group uses forward currency contracts to manage some of the transaction exposures. These contracts are not designated as cash flow or fair value hedges and are entered into for periods consistent with currency transactions exposure and fair value changes exposure. Such derivative does not qualify for hedge accounting.

Forward currency contracts are used to hedge the Group's sales denominated in USD.

## 28. 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.

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			
	United States Dollar	Great Britain Pound	Renminbi	Total
	RM'000	RM'000	RM'000	RM'000
Trade and other receivables	21,982	-	156	22,138
Cash and bank balances	13,036	2	-	13,038
Borrowings	(15,789)	-	-	(15,789)
Total	19,229	2	156	19,387

## 29. Material Litigation

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

## 30. Dividends

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

## 31. 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 30/04/2015	Preceding Year Corresponding Quarter 30/04/2014	Current Year To Date 30/04/2015	Preceding Year Corresponding Period 30/04/2014
Profit for the period (RM'000)	2,842	3,771	2,842	3,771
Weighted average number of ordinary shares in issue ('000)	40,097	40,097	40,097	40,097
Basic earnings per share (Sen)	<u>7.09</u>	<u>9.40</u>	<u>7.09</u>	<u>9.40</u>

### 31. Earnings Per Share (continued)

Basic earnings per ordinary share is calculated by dividing the profit for the quarter attributable to ordinary equity holders of the 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.

### 32. Disclosure of realised and unrealised profits and losses

Realised and unrealised accumulated profits/ (losses) of the Group is analysed as follows:

	As at 30.04.2015 RM'000	As at 31.01.2015 RM'000
Total accumulated profits/ (losses) of TGPB and its subsidiaries		
- Realised	8,670	5,625
- Unrealised	(17,167)	(17,458)
	(8,497)	(11,833)
Less: Consolidation adjustments	(5,463)	(5,463)
Total group accumulated losses as per consolidated accounts	(13,960)	(17,296)

#### By Order of the Board

Chan Kin Dak @ Tan Kin Dak  
Company Secretary  
26 June 2015