

Golden Frontier Berhad Group of Companies
Condensed Consolidated Statement of Comprehensive Income
For 3 Months Ended 31 December 2011

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter	Preceding Year Corresponding Quarter	Current Year-to-date	Preceding Year Corresponding Period
	31-Dec-11	31-Dec-10	31-Dec-11	31-Dec-10
Note	RM '000	RM '000	RM '000	RM '000
Revenue	19,338	43,809	19,338	43,809
Operating profit	289	1,763	289	1,763
Interest expense	(93)	(716)	(93)	(716)
Interest income	370	9	370	9
Profit before taxation	14 566	1,056	566	1,056
Tax expense	12 (62)	(286)	(62)	(286)
Profit after taxation	504	770	504	770
Unusual Items	-	-	-	-
Net profit for the period	8 504	770	504	770
Other comprehensive income				
Currency translation difference for foreign operations	-	411	-	411
Total comprehensive income for the period	504	1,181	504	1,181
Basic earnings per ordinary share (sen)	21 0.96	1.41	0.96	1.41
Diluted earnings per ordinary share (sen)	22 N/A	N/A	N/A	N/A

Note - The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the audited financial statements for the year ended 30 September 2011 and the accompanying explanatory notes attached to the interim financial statements.

Golden Frontier Berhad Group of Companies
Condensed Consolidated Statement of Financial Position
As At 31 December 2011

	Note	Current	
		Year-to-date	
		31-Dec-11	30-Sep-11
		RM '000	RM '000
Property, plant and equipment		45,086	45,605
Investment Properties		10,500	10,500
Available-for-sale financial assets		1	1
Property Development Costs		2,500	2,500
Goodwill on consolidation		748	748
Inventories		8,822	10,673
Trade & Other Receivables		16,649	17,890
Prepayments		259	245
Current Tax Assets		395	396
Cash and bank balances		50,326	48,626
Total Current Assets		76,452	77,830
Trade & Other Payables		4,601	5,894
Loans & Borrowings	15	4,590	3,543
Tax liabilities		69	105
Total Current Liabilities		9,260	9,542
Net Current Assets / (Liabilities)		67,192	68,288
Deferred tax		5,630	5,630
Loans & Borrowings	15	3,654	3,842
Net Assets		116,741	118,170
Represented by:			
Issued capital		56,616	56,616
Treasury shares	6	(5,029)	(4,939)
Reserves		65,154	66,493
Shareholders' Equity		116,741	118,170

Note - The Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited financial statements for the year ended 30 September 2011 and the accompanying explanatory notes attached to the interim financial statements.

Golden Frontier Berhad Group of Companies
Condensed Consolidated Statement of Changes in Equity
For 3 Months Ended 31 December 2011

	Share Capital		Reserve		
	Share Capital	Treasury Shares	Non-Distributable	Distributable	Total
	RM '000	RM '000	RM '000	RM '000	RM '000
Balance as of 1 October 2010	56,608	(1,861)	10,172	36,991	101,910
Total comprehensive income for the period	-	-	411	770	1,181
Issue of Shares	7	-	-	-	7
Share Premium	-	-	3	-	3
Shares buy-back	6	(599)	-	-	(599)
Dividend Paid	7	-	-	(1,372)	(1,372)
Balance as of 31 December 2010	<u>56,615</u>	<u>(2,460)</u>	<u>10,586</u>	<u>36,389</u>	<u>101,130</u>
Balance as at 1 October 2011	56,616	(4,939)	20,868	45,625	118,170
Total comprehensive income for the period	-	-	-	504	504
Shares buy-back	6	(91)	-	-	(91)
Dividend paid	7	-	-	(1,842)	(1,842)
Balance as of 31 December 2011	<u>56,616</u>	<u>(5,030)</u>	<u>20,868</u>	<u>44,287</u>	<u>116,741</u>

Note - The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the audited financial statements for the year ended 30 September 2011 and the accompanying explanatory notes attached to the interim financial statements.

Golden Frontier Berhad Group of Companies
Condensed Consolidated Cash Flow Statement
For 3 Months Ended 31 December 2011

	Current Year-to-date	Preceding Year Corresponding Period
	31-Dec-11	31-Dec-10
	RM '000	RM '000
Cash Flows From/(Used In) Operating Activities		
Profit before taxation	566	1,056
Adjustment for -		
Non-cash items		
Depreciation, amortisation	716	1,488
Allowance for doubtful debts	58	55
Impairment loss on goodwill	-	120
	774	1,663
Non-operating items		
Interest expense	93	716
Interest income	(370)	(9)
(Gain)/Loss on foreign exchange	(11)	(44)
(Gain)/Loss on disposal of property, plant and equipment	(17)	87
	(305)	750
Operating Profit Before Working Capital Changes	1,034	3,469
Changes in working capital		
Inventories	1,851	762
Receivables & prepayments	1,654	(4,116)
Payables	(1,387)	318
Cash Generated/(Used In) From Operations	3,152	433
Tax Paid	(84)	(127)
Tax Refunded	-	9
Cash Flows From/(Used In) Operating Activities	3,069	316
Cash Flows From/(Used In) Investing Activities		
Interest received	370	9
Dividend Received	-	0
Proceeds from disposal of property, plant and equipment	31	143
Purchase of property, plant and equipment	(211)	(436)
Cash Flows From/(Used In) Investing Activities	190	(284)
Cash Flows From/(Used In) Financing Activities		
(Repayment of)/Proceeds from short term borrowings	628	4,064
Interest paid	(93)	(716)
Repayment of Term loan	(265)	(3,909)
Dividend Paid	(1,842)	(1,372)
Proceeds from issue of shares	-	10
Shares buy-back	(91)	(599)
Cash Flows From/(Used In) Financing Activities	(1,664)	(2,522)
Effects of Exchange Rate Changes	-	57
Net Increase / (Decrease) in Cash and Cash Equivalents	1,595	(2,433)
Cash and Cash Equivalents at Beginning of Period	48,223	3,839
Cash and Cash Equivalents at End of Period	49,818	1,406
Cash & Bank Balances	50,326	1,434
Bank Overdraft	(508)	(28)
	49,818	1,406

Note - The Condensed Consolidated Cash Flow Statement should be read in conjunction with the audited financial statements for the year ended 30 September 2011 and the accompanying explanatory notes attached to the interim financial statements.

1 Basis of Preparation

This interim financial report is unaudited and has been prepared in accordance with the applicable disclosure provisions of the Listing Requirements of the Bursa Malaysia Securities Berhad, including compliance with Financial Reporting Standard (FRS) 134 Interim Financial Reporting, issued by the Malaysian Accounting Standards Board (MASB)

The interim financial report has been prepared in accordance with the same accounting policies adopted in the 2011 annual financial statements.

The preparation of an interim financial report in conformity with FRS 134 Interim Financial Reporting requires management to make judgments, estimates and assumptions that affect the application of policies and reported amounts of assets and liabilities, income and expenses on a year to date basis. Actual results may differ from these estimates.

This interim financial report contains condensed consolidated financial statements and selected explanatory notes. The notes include 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 2011 annual financial statements. The condensed consolidated interim financial statements and notes thereon do not include all of the information required for full set of financial statements prepared in accordance with FRSs.

2 Auditors Report on Preceding Annual Financial Statements

The audited financial statements of the Group for the preceding year ended 30 September 2011 was reported without any qualification.

3 Seasonal or Cyclical Factors

The business operations of the Group are not materially affected by any seasonal or cyclical factors.

4 Unusual Items due to their Nature, Size, or Incidence

There were no unusual items affecting assets, liabilities, equity, net income, or cash flows during this current quarter and financial period-to-date.

5 Changes in Estimates

There were no changes in estimates that have had material effect in the current quarter and financial period-to-date results.

Golden Frontier Berhad Group of Companies
Notes to the Interim Financial Report

6 Issuances, Cancellations, Repurchases, Resale and Repayments of Debt and Equity Securities

There were no issuances, cancellations, repurchases, resale and repayments of debt and equity securities in this current quarter and financial period-to-date except as disclosed below -

	Shares (No.)	Cost (RM)
<u>Share Capital - Issued and Fully Paid of RM1.00 each</u>		
Balance as at 30 September 2011	56,616,106	56,616,106
<u>Shares Bought-Back and Kept as Treasury Shares</u>		
Balance as at 1 October 2011	3,973,200	4,938,847
Shares bought-back during the period	79,500	90,642
Balance as at 31 December 2011	4,052,700	5,029,489
Shares bought-back from 1 January 2012 to 15 February 2012	-	-
Balance as at 15 February 2012	<u>4,052,700</u>	<u>5,029,489</u>

7 Dividend Paid

Current Year-to-date	Preceding Year Corresponding Period
31-Dec-11	31-Dec-10
RM '000	RM '000

Interim Dividend	1,053	1,372
Special Dividend	789	-
	<u>1,842</u>	<u>1,372</u>

Interim Dividend

Dividend Per Share	RM 0.020	RM 0.025
In respect of Financial Year Ended	30/09/2011	30/09/2010
Date Approved by the Board of Directors	18/08/2011	18/08/2010
Date of Entitlement	13/10/2011	10/11/2010
Date of Payment	11/11/2011	26/11/2010

Special Dividend

Dividend Per Share	RM 0.015
In respect of Financial Year Ended	30/09/2011
Date Approved by the Board of Directors	18/08/2011
Date of Entitlement	13/10/2011
Date of Payment	11/11/2011

The amount of dividend paid is based on the number of outstanding shares in issue excluding the Treasury Shares as at the dividend entitlement date.

Golden Frontier Berhad Group of Companies
Notes to the Interim Financial Report

8 Segmental Information

	Investment holdings, provision of management consultancy services	Manufacturing of corrugated fibreboard carton	Property development	Trading and insurance agency and others	Consolidation adjustments & elimination	Total
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000

31-Dec-11

Statement of Financial Position

Segment assets	96,749	75,377	13,692	341	(50,873)	135,286
Segment liabilities	3,107	40,836	8,111	167	(33,677)	18,545

Statement of Comprehensive Income

Segment Revenue	550	19,171	179	32	(593)	19,338
Segment Profit/(Loss)	149	347	16	(8)	0	504

31-Dec-10

Statement of Financial Position

Segment assets	83,875	134,908	14,433	5,305	(81,455)	157,066
Segment liabilities	4,614	66,292	8,095	5,125	(28,188)	55,936

Statement of Comprehensive Income

Segment Revenue	736	48,333	179	120	(5,559)	43,809
Segment Profit/(Loss)	(78)	953	41	(9)	(138)	770

9 Subsequent Events

There is no material event occurred between the end of this interim financial period and within 7 days before the date of issue of this interim financial report except as disclosed in Note 13 below.

10 Changes in the Composition of the Group

There were no changes in the composition of the Group during the current quarter and financial year-to-date.

11 Changes in Contingent Liabilities or Contingent Assets

There was no contingent liability or contingent asset as at 31 December 2011.

12 Tax Income/(Expense)

	Current Year Quarter	Preceding Year Corresponding Quarter	Current Year-to-date	Preceding Year Corresponding Period
	31-Dec-11	31-Dec-10	31-Dec-11	31-Dec-10
	RM '000	RM '000	RM '000	RM '000
Income Tax - Provision for Current Year				
Malaysian income tax	(62)	(107)	(62)	(107)
Overseas income tax	-	(179)	-	(179)
Deferred tax	-	-	-	-
Tax Expense	(62)	(286)	(62)	(286)

The effective tax rate of the Group are lower than the statutory income tax rate due mainly to the utilization of brought forward unabsorbed capital allowances, tax losses and reinvestment allowances in certain profit making subsidiary companies to set off against income that would otherwise have been subjected to tax. For the preceding year corresponding quarter, the effective tax rate of the Group is higher than the statutory income tax rate because of over-provision of tax which were reversed in the subsequent period.

13 Status of Corporate Proposals Announced but not Completed

There is no corporate proposal announced but not completed at the date of issue of this interim financial report except for the receipt of Notice of Conditional Take-Over Offer dated 27 January 2012 from Frontier Equity Sdn Bhd through OSK Investment Bank Berhad which the Company has announced to Bursa Malaysia Securities Berhad on even date.

As at 15 February 2012, the proposed take-over is still pending approval from the relevant authorities.

14 Profit Before Taxation

Current Year Quarter	Preceding Year Corresponding Quarter
31-Dec-11	31-Dec-10
RM '000	RM '000

Profit before taxation is arrived at after charging -

Interest expense	93	716
Depreciation & Amortisation	716	1,488
Provision for and write off of receivables	58	55
Provision for and write off of inventories	-	-
(Gain)/Loss on disposal of quoted investments	-	-
(Gain)/Loss on disposal of unquoted investments	-	-
Impairment of assets	-	-
Impairment loss on goodwill	-	120
Loss on disposal of PPE	-	87
(Gain)/Loss on derivatives	-	-
and crediting -		
Interest income	370	9
Rental of investment property	168	168
Gain on disposal of PPE	17	-
Foreign exchange gain	11	44

15 Bank Borrowings

	Current Year-to-date 31-Dec-11 RM '000	Last Audited 30-Sep-11 RM '000
Secured borrowings	4,716	4,982
Unsecured borrowings	3,528	2,403
Total borrowings	8,244	7,385
Short-term borrowings	4,590	3,543
Long-term borrowings	3,654	3,842
Total borrowings	8,244	7,385
Borrowing denominated in RM	8,244	7,385
Borrowing denominated in USD - RM Equivalent	-	-
Borrowing denominated in VND - RM Equivalent	-	-
Total borrowings	8,244	7,385

The Group's secured borrowing was made up of a Term Loan facility in Malaysia which is secured by way of a first legal charge over a piece of freehold land held in the name of one of the subsidiary company.

16 Pending Litigation

There is no pending material litigation at the date of issue of this interim financial report.

17 Material Changes in the Profit Before Taxation for Quarter Reported on as Compared With the Immediate Preceding Quarter

	Current Year Quarter 31-Dec-11 RM '000	Immediate Preceding Quarter 30-Sep-11 RM '000	Increase / (Decrease) RM '000
Revenue	19,338	19,615	(277)
Profit/(Loss) before taxation	566	1,225	(659)
Profit/(Loss) before taxation - %	2.9%	6%	

Group revenue was marginally lower in the current year quarter despite higher sales volume registered. The higher sales volume were contributed by the increased volume of items with lower unit selling price items whereas those items with higher unit selling price have actually contracted. The change of sales mix have resulted in marginally lower revenue in the current year quarter.

The lower profit in the current quarter was in tandem with the change in sales mix, because of the lower profit margin contributed by those items with lower unit selling price. Higher profit for the immediate preceding quarter was also partly boosted by the exchange gain on translation of USD proceeds from disposal of Vietnam subsidiaries during the period.

18 Detailed Analysis of the Performance of All Operating Segments for the Current Quarter and Financial Year-to-date

	Investment holdings, provision of management consultancy services RM'000	Manufacturing of corrugated fibreboard carton RM'000	Property development RM'000	Trading and insurance agency and others RM'000	Consolidation adjustments & elimination RM'000	Total RM'000
REVENUE						
Current Year Quarter	550	19,171	179	32	(593)	19,338
Preceding Year Corresponding Period	736	48,333	179	120	(5,559)	43,809
NET PROFIT						
Current Year Quarter	149	347	16	(8)	0	504
	27.1%	1.8%	8.7%	-24.3%		
Preceding Year Corresponding Period	(78)	953	41	(9)	(137)	770
	-10.6%	2.0%	23.0%	-7.5%		

(a) Investment holdings, provision of management consultancy services

Revenue was derived mainly from management fee and interest income charged to subsidiaries. Higher revenue in the preceding year corresponding period was mainly because of additional management fees received from the Vietnam subsidiaries which has since been disposed of at end of May 2011.

Net profit for the current year quarter was higher mainly because of substantial interest income earned from placement of excess fund in fixed deposits and money market instruments. The substantial excess fund were from the proceeds from disposal of Vietnam subsidiaries received in the immediate preceding quarter.

(b) Manufacturing of corrugated fibreboard carton

Revenue was much lower in the current year quarter because there was no contribution from the Vietnam subsidiaries which have been disposed of at end of May 2011.

Net profit has dropped in line with the decreased revenue, whilst profit margin has reduced marginally mainly because of lower margin attributed to change in sales mix in the current year quarter.

(c) Property development

There was no new project undertaken during the current and preceding year quarters. Revenue from property rental and management services remained unchanged.

Lower net profit in the current year quarter was mainly because of higher maintenance expenses incurred on the rented property.

(d) Trading and insurance agency and others

Lower revenue for the current year quarter was principally because the insurance agency revenue previously earned on marine insurance taken up for sales by one of the sister companies to Vietnam has ceased after Vietnam operation has been disposed of.

19 Current Year Prospects

Our Group core business remains in the corrugated carton industry, in which its' growth normally track the trending of the domestic economy. Profitability to a large extent depend on the stability of paper prices which constitute the major cost of the end product. Paper prices are largely determined by the international market mechanism of supply and demand whilst any significant movement in foreign exchange rates may have some impact on profitability margin.

For the remaining period to the end of the current financial year (FY2012), we expect both revenue and profit contributions from our existing corrugated carton businesses, though at reduced quantum as compared to previous years, will continue and sufficient to fulfil the Group's financial needs. Barring unforeseen circumstances, we anticipate that the Group's performance in the current financial year (FY2012) to be favourable but lower than that in the financial year 2011, which reported a high net profit mainly because of the substantial gain on disposal of investment in Vietnam.

20 Explanatory Notes for Variances Between Actual and Forecasted Profits

Not Applicable.

21 Basic Earnings per Ordinary Share

	Current Year Quarter 31-Dec-11	Preceding Year Corresponding Quarter (Restated) 31-Dec-10	Current Year-to-date 31-Dec-11	Preceding Year Corresponding Period (Restated) 31-Dec-10
Net profit attributable to ord. s'holders (RM'000)	504	770	504	770
Weighted average no. of ordinary shares in issue	52,603	54,693	52,603	54,693
Basic earnings per ordinary share (Sen)	0.96	1.41	0.96	1.41

22 Diluted Earnings per Ordinary Share

Not applicable.

23 Dividend Payable

The Board of Directors has on 30 November 2011 proposed a final dividend of RM0.04 per share, tax exempt, in respect of financial year ended 30 September 2011. This dividend is subject to approval by the shareholders at the forthcoming Annual General Meeting of the Company and has not been included as a liability in this interim financial report.

The entitlement date and date of payment of the dividends to be determined at a later date, after the dividend being approved by the shareholders in the coming Annual General Meeting

24 Provision of Financial Assistance (Disclosure Pursuant to Paragraph 3.1 of Practice Note No. 11/2001)

Current Year Quarter
As At 31-Dec-11
RM '000

(i) Aggregate amount of financial assistance provided during the reporting quarter	
- Corporate Guarantee given by the Holding Company to financial institutions for credit facilities granted to certain of its' subsidiary companies	49,566
- Loan/Advances given by the Holding Company to certain of its' subsidiary companies	27,297
- Loan/Advances given by one of the licensed moneylending company within the Group to 3rd parties	200

(ii) Financial impact of the financial assistance provided

The provision of the financial assistance does not have any effect on the issued and paid-up share capital and substantial shareholders' shareholding of GFB and would not have any material effect on the net assets, net tangible assets, gearing and earnings of GFB Group.

25 Realised and unrealised profit / losses disclosure

On 25 March 2010, Bursa Malaysia Securities Berhad ("Bursa Securities") had issued directives to all listed issuers pursuant to Paragraph 2.06 and 2.23 of Bursa Malaysia Main Market Listing Requirements. The directive requires all listed issuers to disclose a breakdown of the unappropriated profits or accumulated losses as at the end of the reporting period, into unrealised profits or losses.

On 20 December 2010, Bursa Securities further issued guidance on the disclosure and the prescribed format of presentation.

Pursuant to the directive, the breakdown of the retained profits of the Group as at 31 December 2011, into realised and unrealised profits is as follows :

	As at end of	
	31/12/2011	30/09/2011
	RM'000	RM'000
Total retained profits of the Company and its subsidiaries		
- Realised	45,323	46,595
- Unrealised	772	839
	46,096	47,434
Less : Consolidation adjustments	(1,809)	(1,809)
Total retained profits as per statement of financial position	44,287	45,625

The determination of realised and unrealised profits is compiled based on Guidance of Special Matter No.1 "Determination of Realised and Unrealised Profits or Losses in the Context of Disclosures Pursuant to Bursa Malaysia Securities Berhad Listing Requirements", issued by the Malaysian Institute of Accountants on 20 December 2010.

The disclosure of realised and unrealised profits above is solely for complying with the disclosure requirements stipulated in the directive of Bursa Securities and should not be applied for any other purposes.