

**CEPATWAWASAN GROUP BERHAD**  
(Company No. 536499-K)

**Condensed consolidated statement of comprehensive income**  
**For the twelve-month year ended 31 December 2013**

	Current quarter		Cumulative quarter	
	3 months ended 31.12.2013 (Unaudited) RM'000	3 months ended 31.12.2012 (Restated) RM'000	12 months ended 31.12.2013 (Unaudited) RM'000	12 months ended 31.12.2012 (Restated) RM'000
Revenue	62,488	46,920	211,758	219,034
Cost of sales	(50,558)	(38,208)	(176,934)	(177,746)
<b>Gross profit</b>	<b>11,930</b>	<b>8,712</b>	<b>34,824</b>	<b>41,288</b>
Other operating income	5,016	3,344	6,476	4,325
Administrative expenses	(2,667)	(2,227)	(7,992)	(7,267)
Other operating expenses	(1,692)	(1,540)	(5,765)	(5,716)
<b>Operating profits</b>	<b>12,587</b>	<b>8,289</b>	<b>27,543</b>	<b>32,630</b>
Finance income	212	201	705	945
Finance costs	(306)	(50)	(699)	(471)
<b>Net finance costs</b>	<b>(94)</b>	<b>151</b>	<b>6</b>	<b>474</b>
<b>Profit before tax</b>	<b>12,493</b>	<b>8,440</b>	<b>27,549</b>	<b>33,104</b>
Income tax expense	(153)	(2,090)	(4,152)	(7,659)
<b>Profit for the period/year</b>	<b>12,340</b>	<b>6,350</b>	<b>23,397</b>	<b>25,445</b>
<b>Other comprehensive income</b>				
Exchange differences on translation of foreign operations	(3)	1	132	62
<b>Other comprehensive income for the period/year, net of tax</b>	<b>(3)</b>	<b>1</b>	<b>132</b>	<b>62</b>
<b>Total comprehensive income for the period/year, net of tax</b>	<b>12,337</b>	<b>6,351</b>	<b>23,529</b>	<b>25,507</b>
<b>Profit for the period/year attributable to:</b>				
Owners of the parent	11,972	6,234	22,837	23,891
Non-controlling interests	368	116	560	1,554
	<b>12,340</b>	<b>6,350</b>	<b>23,397</b>	<b>25,445</b>
<b>Total comprehensive income for the period/year, net of tax attributable to:</b>				
Owners of the parent	11,969	6,235	22,969	23,953
Non-controlling interests	368	116	560	1,554
	<b>12,337</b>	<b>6,351</b>	<b>23,529</b>	<b>25,507</b>
<b>Earnings per share (EPS) attributable to owners of the parent (sen per share)</b>				
Basic EPS	3.87	2.02	7.39	7.73

These condensed consolidated statement of comprehensive income should be read in conjunction with the audited financial statements for the year ended 31 December 2012 and the accompanying explanatory notes attached to these interim financial statements.

**CEPATWAWASAN GROUP BERHAD**  
(Company No. 536499-K)

**Condensed consolidated statement of financial position as at 31 December 2013**

	<b>31.12.2013</b> <b>(Unaudited)</b> <b>RM'000</b>	<b>31.12.2012</b> <b>(Restated)</b> <b>RM'000</b>
<b>ASSETS</b>		
Property, plant and equipment	266,348	232,223
Biological assets	154,170	152,460
Investment properties	41,600	37,000
Intangible assets	92,088	92,088
Land use rights	2,050	2,078
Deferred tax assets	3,186	2,443
Other receivables	6,036	5,222
<b>Total non-current assets</b>	<b>565,478</b>	<b>523,514</b>
Inventories	16,816	20,467
Trade and other receivables	17,403	14,481
Tax recoverable	1,501	2,855
Short term investments	10,443	12,942
Deposits placed with licensed banks	14,277	15,886
Cash and bank balances	10,054	6,476
<b>Total current assets</b>	<b>70,494</b>	<b>73,107</b>
<b>TOTAL ASSETS</b>	<b>635,972</b>	<b>596,621</b>
<b>EQUITY</b>		
<b>Equity attributable to owners of the parent</b>		
Share capital	318,446	318,446
Treasury shares	(11,096)	(11,096)
Retained earnings	131,211	111,464
Foreign currency translation reserve	194	62
<b>Total equity attributable to owners of the parent</b>	<b>438,755</b>	<b>418,876</b>
Non-controlling interests	18,052	18,692
<b>Total equity</b>	<b>456,807</b>	<b>437,568</b>
<b>LIABILITIES</b>		
Lease rental payable	267	267
Borrowings	70,240	75,026
Deferred tax liabilities	46,179	46,975
<b>Total non-current liabilities</b>	<b>116,686</b>	<b>122,268</b>
Borrowings	31,548	13,462
Trade and other payables	30,409	22,832
Income tax payables	522	491
<b>Total current liabilities</b>	<b>62,479</b>	<b>36,785</b>
<b>Total liabilities</b>	<b>179,165</b>	<b>159,053</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>635,972</b>	<b>596,621</b>
<b>Net assets per share attributable to owner of the parent (RM)</b>	<b>1.42</b>	<b>1.36</b>

These condensed consolidated statement of financial position should be read in conjunction with the audited financial statements for the year ended 31 December 2012 and the accompanying explanatory notes attached to these interim financial statements.

**CEPATWAWASAN GROUP BERHAD**

(Company No. 536499-K)

**Condensed consolidated statement of cash flows for the year ended 31 December 2013**

	<b>12 months ended 31.12.2013 (Unaudited) RM'000</b>	<b>12 months ended 31.12.2012 (Restated) RM'000</b>
<b>Operating activities</b>		
Profit before tax	27,549	33,104
Adjustments for:		
Bad debts written off	258	263
Depreciation and amortisation	6,626	6,216
Equipment written off	4	23
Finance costs	699	471
Loss on disposal of equipment	1	-
Gain from fair value adjustment of investment properties	(4,600)	(3,000)
Gain on disposal of plant and equipment	(41)	(223)
Impairment losses written back	-	(400)
Interest income	(657)	(945)
<b>Operating profit before working capital changes</b>	<b>29,839</b>	<b>35,509</b>
Decrease/(Increase) in inventories	3,813	(1,861)
(Increase)/Decrease in receivables	(3,995)	5,522
Increase in payables	7,576	633
<b>Cash generated from operations</b>	<b>37,233</b>	<b>39,803</b>
Interest paid	(699)	(2,270)
Income taxes paid	(6,563)	(12,430)
Tax refunded	2,257	635
Interest received	657	945
<b>Net cash generated from operating activities</b>	<b>32,885</b>	<b>26,683</b>
<b>Investing activities</b>		
Proceeds from disposal of property, plant and equipment	168	265
Purchase of property, plant and equipment	(39,832)	(69,958)
Additions to biological assets	(1,710)	(621)
<b>Net cash used in investing activities</b>	<b>(41,374)</b>	<b>(70,314)</b>
<b>Financing activities</b>		
Dividend paid	(3,090)	(9,269)
Dividend paid to non-controlling interests	(1,200)	(1,200)
Drawdown of term loans	1,354	48,513
Drawdown of revolving credits	14,500	-
Repayment of term loans	(2,443)	(2,449)
Payment of revolving credits	-	-
Repayment of obligations under finance leases	(1,294)	(1,062)
Effect on exchange rate changes on cash and cash equivalent	132	-
<b>Net cash generated from financing activities</b>	<b>7,959</b>	<b>34,533</b>
<b>Net decrease in cash and cash equivalents</b>	<b>(530)</b>	<b>(9,098)</b>
<b>Cash and cash equivalents at beginning of financial year</b>	<b>35,304</b>	<b>44,402</b>
<b>Cash and cash equivalents at end of financial year</b>	<b>34,774</b>	<b>35,304</b>
<b>Cash and cash equivalents at the end of the financial year comprise the following:</b>		
	<b>As at 31.12.2013 RM'000</b>	<b>As at 31.12.2012 RM'000</b>
Short term investments	10,443	12,942
Deposits placed with licensed banks	14,277	15,886
Cash and bank balances	10,054	6,476
	<b>34,774</b>	<b>35,304</b>

These condensed consolidated statement of cash flows should be read in conjunction with the audited financial statements for the year ended 31 December 2012 and the accompanying explanatory notes attached to these interim financial statements.

**Condensed consolidated statement of changes in equity for the year ended 31 December 2013**

	← Attributable to owners of the parent →						
	← Non-distributable →				Distributable		
	Equity, total RM'000	Equity attributable to owners of the parent, total RM'000	Share capital RM'000	Treasury shares RM'000	Foreign currency translation reserve RM'000	Retained earnings RM'000	Non- controlling interests RM'000
At 1 January 2012, as previously stated	409,495	391,157	215,457	(11,096)	-	186,796	18,338
Effects of changing in accounting policy	13,035	13,035	-	-	-	13,035	-
At 1 January 2012, as restated	422,530	404,192	215,457	(11,096)	-	199,831	18,338
Total comprehensive income	25,507	23,953	-	-	62	23,891	1,554
Bonus issue	-	-	102,989	-	-	(102,989)	-
Dividend paid to non-controlling interests	(1,200)	-	-	-	-	-	(1,200)
Dividend	(9,269)	(9,269)	-	-	-	(9,269)	-
At 31 December 2012	437,568	418,876	318,446	(11,096)	62	111,464	18,692
At 1 January 2013, as previously stated	421,683	402,991	318,446	(11,096)	62	95,579	18,692
Effects of changing in accounting policy	15,885	15,885	-	-	-	15,885	-
At 1 January 2013, as restated	437,568	418,876	318,446	(11,096)	62	111,464	18,692
Total comprehensive income	23,529	22,969	-	-	132	22,837	560
Dividend paid to non-controlling interests	(1,200)	-	-	-	-	-	(1,200)
Dividend	(3,090)	(3,090)	-	-	-	(3,090)	-
At 31 December 2013	456,807	438,755	318,446	(11,096)	194	131,211	18,052

The above condensed consolidated statement of changes in equity should be read in conjunction with the audited financial statements for the year ended 31 December 2012 and the accompanying explanatory notes attached to these interim financial statements.

**CEPATWAWASAN GROUP BERHAD**  
(Company No. 536499-K)

**Notes to the condensed consolidated interim financial statements**

1. Basis of preparation

These condensed consolidated interim financial statements for the period ended 31 December 2013, have been prepared in accordance with Financial Reporting Standard (“FRS”) 134 “Interim Financial Reporting” and paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad. The report should be read in conjunction with the audited financial statements of the Group for the year ended 31 December 2012.

The accounting policies used in the preparation of interim financial statements are consistent with those previously adopted in the audited financial statements of the Group for the year ended 31 December 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 financial year ended 31 December 2012.

2. Significant accounting policies

The accounting policies applied by the Group in these condensed consolidated interim financial statements are the same as those applied by the Group in its consolidated financial statements for the year ended 31 December 2012, except for the adoption of the following new/revised FRSs and amendments to FRSs:

Effective for financial periods beginning on or after 1 July 2012:

Amendments to FRS 101: Presentation of Items of Other Comprehensive Income

Effective for financial periods beginning on or after 1 January 2013:

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 Associates and Joint Ventures

IC Interpretation 20 : Stripping Costs in the Production Phase of a Surface Mine

Amendments to FRS 1: Government Loans

Amendments to FRS 7: Disclosures - Offsetting Financial Assets and Financial Liabilities

Amendments to FRS 10, FRS 11 and FRS 12: Consolidated Financial Statements, Joint Arrangements and Disclosure of Interests in Other Entities - Transition Guidance

Improvements to FRSs (2012)

Effective for financial periods beginning on or after 1 January 2014:

Amendments to FRS 132: Offsetting Financial Assets and Financial Liabilities

Amendments to FRS 10, FRS 12 and FRS 127: Investment Entities

Amendments to FRS 136: Recoverable Amount Disclosures for Non-Financial Assets

Amendments to FRS 139: Novation of Derivatives and Continuation of Hedge Accounting

Effective for financial periods beginning on or after 1 January 2015:

FRS 9: Financial Instruments

2. Changes in accounting policies (Contd.)

The adoption of the above revised FRSs, IC Interpretation and Amendments do not have any significant financial impact on the Group, except as follows:

During the financial year, the Group has changed its accounting policy from cost model to fair value model for its investment properties based on the valuation performed by independent professional valuers.

<b>Statement of financial position</b>	<b>Balance as at 31.12.2011 As previously reported RM'000</b>	<b>Effects of changes in accounting policy RM'000</b>	<b>Balance as at 01.01.2012 As restated RM'000</b>
<b><u>Non-current assets</u></b>			
Investment properties	20,279	13,721	34,000
<b><u>Equity</u></b>			
Retained earnings	186,796	13,035	199,831
<b><u>Non-current liabilities</u></b>			
Deferred tax liabilities	45,880	686	46,566

<b>Statement of financial position</b>	<b>Balance as at 31.12.2012 As previously reported RM'000</b>	<b>Effects of changes in accounting policy RM'000</b>	<b>Balance as at 01.01.2013 As restated RM'000</b>
<b><u>Non-current assets</u></b>			
Investment properties	20,279	16,721	37,000
<b><u>Equity</u></b>			
Retained earnings	95,579	15,885	111,464
<b><u>Non-current liabilities</u></b>			
Deferred tax liabilities	46,139	836	46,975

**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 2015.

2. Changes in accounting policies (Contd.)

The Group falls within the scope definition of Transitioning Entities and have opted to defer adoption of the new MFRS Framework. Accordingly, the Group will be required to prepare financial statements using the MFRS Framework in its first MFRS financial statements for the year ending 31 December 2015. 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 expects to be in a position to fully comply with the requirements of the MFRS Framework for the financial year ending 31 December 2015.

3. Auditors' report on preceding annual financial statements

The auditors' report on the financial statements of the Group for the year ended 31 December 2012 was not qualified.

4. Segment information

The Group has three reportable segments, as described below, which are the Group's strategies business units. The strategic business units offer different products and are managed separately because they require different technology and marketing strategies. The following summary describes the operations in each of the Group's reportable segments:

- a. Plantation - Cultivation of oil palm
- b. Oil Mill - Milling and sales of oil palm products
- c. Power Plant - Power generation

**Information about reportable segments**

	Results for the 3 months ended 31 December							
	Plantation		Oil Mill		Power Plant		Total	
	2013 RM'000	2012 RM'000	2013 RM'000	2012 RM'000	2013 RM'000	2012 RM'000	2013 RM'000	2012 RM'000
<b>External revenue</b>	3,164	4,632	58,514	41,596	-	-	61,678	46,228
<b>Inter-segment revenue</b>	16,107	10,583	-	-	178	-	16,285	10,583
<b>Segment profit/(loss)</b>	7,363	2,644	1,154	1,899	(732)	(56)	7,785	4,487

**Segment profit is reconciled to consolidated profit before tax as follows:**

	2013 (Unaudited) RM'000	2012 (Restated) RM'000
Segment profit	7,785	4,487
Other non-reportable segments	452	1,101
Elimination of inter-segment profits	(116)	(113)
Unallocated corporate income	4,600	3,000
Unallocated corporate expenses	(228)	(35)
Consolidated profit before tax	<u>12,493</u>	<u>8,440</u>

4. Segment information (Contd.)

	Results for the 12 months ended 31 December							
	Plantation		Oil Mill		Power Plant		Total	
	2013 RM'000	2012 RM'000	2013 RM'000	2012 RM'000	2013 RM'000	2012 RM'000	2013 RM'000	2012 RM'000
<b>External revenue</b>	13,738	19,661	195,025	196,063	-	-	208,763	215,724
<b>Inter-segment revenue</b>	47,498	51,035	-	-	437	-	47,935	51,035
<b>Segment profit/(loss)</b>	17,351	25,275	6,064	3,216	(1,449)	(248)	21,966	28,243
<b>Segment assets</b>	342,801	342,268	90,954	88,663	120,524	94,020	554,279	524,951
<b>Segment liabilities</b>	7,171	7,307	38,779	31,960	84,070	70,147	130,020	109,414

Segment profit is reconciled to consolidated profit before tax as follows:	2013 (Unaudited) RM'000	2012 (Restated) RM'000
Segment profit	21,966	28,243
Other non-reportable segments	1,750	2,840
Elimination of inter-segment profits	(447)	(614)
Unallocated corporate income	4,600	3,000
Unallocated corporate expenses	(320)	(365)
Consolidated profit before tax	<u>27,549</u>	<u>33,104</u>

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

The following are the exceptional items that occurred during the current financial quarter and financial year under review which affect the assets, liabilities, equity, net income or cash flows of the Group:-

**Recognised in the Condensed Consolidated Statement of Comprehensive Income**

Description	Current Quarter		Cumulative Quarter	
	2013 (Unaudited) RM'000	2012 (Restated) RM'000	2013 (Unaudited) RM'000	2012 (Restated) RM'000
	Fair value changes on investment properties, net of deferred taxation	4,370	2,850	4,370

6. Changes in estimates

There was no estimation of amount used in the preceding reporting quarter having a material impact in the current reporting quarter.

7. Comments about seasonal or cyclical factors

In line with the trend of Fresh Fruit Bunches (FFB) production in the oil palm industry, the Group expects 'low' crop in the beginning of the year and 'high' crop towards the second half of the year.



8. Dividend paid

The final tax exempt (single tier) dividend of 1% declared on 30 April 2013, on 318,446,210 ordinary shares (excluding 9,478,600 treasury shares) amounting to RM 3,089,676 in respect of the financial year ended 31 December 2012 was paid on 23 May 2013.

No interim dividend has been paid during the current quarter ended 31 December 2013.

9. Debt and equity securities

There were no issuances, cancellations, repurchases, resale and repayments of debt and equity securities during the financial year under review.

During the financial year ended 31 December 2013, the Company repurchased 200 of its issued ordinary shares from the open market at an average price of RM 0.90 per share. The total consideration paid for the purchase including transaction costs was RM 263. The repurchase transaction was financed by internally generated funds. The repurchased share are being held as treasury shares and treated in accordance with the requirement of Section 67A of the Companies Act 1965. None of the treasury shares has been resold or distributed as share dividends during the financial year ended 31 December 2013.

10. Changes in composition of the Group

There were no changes in the composition of the Group during the current quarter ended 31 December 2013.

11. Capital commitments

The amount of capital commitments not provided for in the unaudited interim financial statements as at 31 December 2013 is as follows:

	<b>RM'000</b>
Approved and contracted for	25,234
Approved but not contracted for	9,093
	<u>34,327</u>

12. Changes in contingent liabilities and contingent assets

There were no changes in other contingent liabilities or contingent assets since the last annual statement of financial position as at 31 December 2012.

13. Subsequent events

- a) On 10 February 2014, the Company acquired 2 ordinary shares of RM 1.00 each in Aspenglade Sdn. Bhd., representing its entire equity interest for a total consideration of RM 2, resulting in the latter becoming a wholly-owned subsidiary of the Group.
- b) On 10 February 2014, the Company acquired 2 ordinary shares of RM 1.00 each in Ekuiti Etika Sdn. Bhd., representing its entire equity interest for a total consideration of RM 2, resulting in the latter becoming a wholly-owned subsidiary of the Group.

**CEPATWAWASAN GROUP BERHAD**  
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**Information required by Main Market Listing Requirements of Bursa Malaysia Securities Berhad**

1. Review of performance

**Current Quarter vs. Previous Year Corresponding Quarter**

For this quarter under review, the Group recorded a revenue of RM 62.49 million, which is an increase of RM 15.57 million as compared to the preceding year corresponding quarter due to higher CPO and PK prices by 11% and 42% respectively and higher CPO sales volume by 27%.

The Group reported a profit before tax of RM 12.49 million for this quarter under review, which is an increase of 48% from the preceding year corresponding quarter due to higher CPO and PK prices by 11% and 42% respectively and an increase of RM 1.60 million from fair value adjustment of investment properties despite a 3% decrease in FFB production.

Performance of the respective operating business segments for this quarter under review as compared to the previous corresponding quarter is analysed as follows:

- i) Plantation – The increase in profit before tax by RM 4.72 million (178%) to RM 7.36 million was due to a 30% increase in FFB price despite a 3% decrease in FFB production.
- ii) Oil Mill – The decrease in profit before tax by RM 0.75 million (39%) to RM 1.15 million was due to lower extraction rates and lower margin as a result of stiff competition on sourcing the fresh fruit bunches.
- iii) Power Plant – The increase in loss before tax by RM 0.68 million (1,207%) to RM 0.73 million was due to higher operating cost incurred as a result of the commencement of the operation.

**Current Year-to-date vs. Previous Year-to-date**

For this financial year under review, the Group recorded a revenue of RM 211.76 million, which is a decrease of RM 7.28 million as compared to the previous financial year due to lower CPO and PK prices by 19% and 15% respectively despite higher CPO and PK sales volume by 24% and 12% respectively.

The Group reported a profit before tax of RM 27.55 million for this financial year under review, which is a decrease of 17% from the previous financial year due to lower CPO and PK prices by 19% and 15% respectively despite higher CPO and PK sales volume by 24% and 12% respectively and a 6% increase in FFB production.

Performance of the respective operating business segments for the year ended 31 December 2013 as compared to the previous financial year is analysed as follows:

- i) Plantation – The decrease in profit before tax by RM 7.92 million (31%) to RM 17.35 million was due to a 18% decrease in FFB price despite a 6% increase in FFB production.
- ii) Oil Mill – The increase in profit before tax by RM 2.85 million (89%) to RM 6.06 million was due to higher CPO and PK sales volume by 24% and 12% respectively and lower operating cost as a result of 13% increase in CPO production.

1. Review of performance (Contd.)

iii) Power Plant – The increase in loss before tax by RM 1.20 million (484%) to RM 1.45 million was due to higher operating cost incurred as a result of the commencement of the operation in third quarter.

2. Comment on material change in profit before tax against immediate preceding quarter

Profit before tax in this quarter under review is higher at RM 12.49 million as compared to RM 6.00 million in the immediate preceding quarter due to higher CPO and PK prices by 7% and 20% respectively, a 13% increase in FFB production and a gain of RM 4.60 million from fair value adjustment of investment properties.

3. Commentary on prospects

Barring any unforeseen circumstances, the Board is confident that the Group's prospects will remain bright in view that the recent increase in CPO and PK prices to around RM 2,650 and RM 2,000 per metric tonne respectively.

4. Profit forecast or profit guarantee

Not applicable as there was no profit forecast or guarantee published.

5. Profit for the period/year

	Current quarter		Cumulative quarter	
	3 months ended 31.12.2013 (Unaudited) RM'000	3 months ended 31.12.2012 (Restated) RM'000	12 months ended 31.12.2013 (Unaudited) RM'000	12 months ended 31.12.2012 (Restated) RM'000
Profit for the period/year is arrived at after crediting/ (charging):				
Bad debts written off	1	263	258	263
Depreciation and amortisation	1,754	1,710	6,626	6,216
Equipment written off	4	10	4	23
Loss on disposal of equipment	1	-	1	-
Gain from fair value adjustment of investment properties	(4,600)	(3,000)	(4,600)	(3,000)
Gain on disposal of plant and equipment	(30)	-	(41)	(223)
Impairment losses written back	-	(400)	-	(400)
Net (gain)/loss on foreign exchange	(105)	(65)	(426)	45

Save as disclosed above, the other items as required under Appendix 9B, Part A(16) of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad are not applicable.

6. Income tax expense

	Current quarter		Cumulative quarter	
	3 months ended 31.12.2013 (Unaudited) RM'000	3 months ended 31.12.2012 (Restated) RM'000	12 months ended 31.12.2013 (Unaudited) RM'000	12 months ended 31.12.2012 (Restated) RM'000
Income tax				
- Current provision	750	1,560	5,364	7,708
- Under/(over) provision of tax in prior years	-	-	65	(56)
	<u>750</u>	<u>1,560</u>	<u>5,429</u>	<u>7,652</u>
Deferred tax				
- Relating to origination and reversal of temporary differences	1,461	530	806	(11)
- Relating to change in tax rate	(2,058)	-	(2,058)	-
- (Over)/under provision of tax in prior years	-	-	(25)	18
	<u>(597)</u>	<u>530</u>	<u>(1,277)</u>	<u>7</u>
<b>Total income tax expense</b>	<u>153</u>	<u>2,090</u>	<u>4,152</u>	<u>7,659</u>

The Group's effective tax rate for the current quarter and cumulative quarter ended 31 December 2013 was lower than the statutory rate of 25% principally due to reversal of deferred tax relating to change in tax rate in YA 2016 and gain from fair value adjustment of investment properties was not taxable at the statutory rate of 25%.

7. Corporate proposals

There was no corporate proposal for the current quarter under review.

8. Borrowings

	As at 31.12.2013 (Unaudited) RM'000	As at 31.12.2012 (Audited) RM'000
<b>Short term borrowings - Secured</b>		
Obligation under finance leases	1,298	1,062
Revolving credit	24,500	10,000
Term loans	5,750	2,400
	<u>31,548</u>	<u>13,462</u>
<b>Long term borrowings - Secured</b>		
Obligation under finance leases	781	1,127
Term loans	69,459	73,899
	<u>70,240</u>	<u>75,026</u>
Total borrowings	<u>101,788</u>	<u>88,488</u>

The Group's total borrowings included an amount of RM 65 million (31.12.2012: RM 63.5 million) that was obtained under the Green Technology Financing Scheme for the renewable power plant.

9. Disclosure of derivatives

The Group did not enter into any derivative contact and accordingly there were no outstanding derivatives (including financial instruments designated as hedging instruments) as at 31 December 2013.

10. Breakdown of realised and unrealised profits or losses

The breakdown of the retained profits of the Group as at 31 December 2013 and 31 December 2012 into realised and unrealised profits is presented in accordance with the directives issued by Bursa Malaysia Securities Berhad dated 25 March 2010 and 20 December 2010, prepared in accordance with Guidance on Special Matter No. 1, Determination of Realised and Unrealised Profits or Losses in the Context of Disclosure Pursuant to Bursa Malaysia Securities Berhad Listing Requirements, as issued by the Malaysian Institute of Accountants.

	<b>As at 31.12.2013 (Unaudited) RM'000</b>	<b>As at 31.12.2012 (Restated) RM'000</b>
Realised retained earnings	173,223	159,756
Unrealised retained earnings	8,255	3,480
	<u>181,478</u>	<u>163,236</u>
Less: consolidation adjustments	(50,267)	(51,772)
Total group retained earnings	<u>131,211</u>	<u>111,464</u>

11. Dividend payable

No interim dividend has been declared during the current quarter ended 31 December 2013.

The total dividend paid in 2013 is 1% (2012:3%).

At the forthcoming Annual General Meeting, a final tax exempt (single-tier) dividend in respect of the financial year ended 31 December 2013 of 2% on 308,967,510 ordinary shares amounting to a dividend payable of RM 6,179,350 will be proposed for your approval.

12. Earnings per share

(a) Basic

Basic earnings per share amounts are calculated by dividing the Group's profit for the period/year attributable to owners of the Company by the weighted average number of ordinary shares in issue during the financial period/year excluding treasury shares held by the Company.

	<b>Current quarter</b>		<b>Cumulative quarter</b>	
	<b>3 months ended 31.12.2013 (Unaudited)</b>	<b>3 months ended 31.12.2012 (Restated)</b>	<b>12 months ended 31.12.2013 (Unaudited)</b>	<b>12 months ended 31.12.2012 (Restated)</b>
Profit for the period attributable to owners of the parent used in computation of earnings per share (RM'000)	<u>11,972</u>	<u>6,234</u>	<u>22,837</u>	<u>23,891</u>
Weighted average number of ordinary shares in issue ('000)	<u>308,968</u>	<u>308,968</u>	<u>308,968</u>	<u>308,968</u>
Basic earnings per share (sen per share)	<u>3.87</u>	<u>2.02</u>	<u>7.39</u>	<u>7.73</u>

12. Earnings per share (Contd.)

(b) Diluted

The Group has no potential ordinary shares in issue as at balance sheet and therefore, diluted earnings per share have not been presented.

13. Authorisation for issue

These condensed consolidated interim financial statements were authorised for issue by the Board of Directors in accordance with a resolution of the directors on 25 February 2014.