

**EKSONS CORPORATION BERHAD (205814-V)**  
**Condensed Consolidated Statement of Comprehensive Income**  
**For The Period Ended 31 March 2013**

	Note	Individual Quarter		Cumulative Quarter	
		Current Year Quarter 31.03.2013 RM'000	Preceding Year Corresponding Quarter 31.03.2012 RM'000	Current Year To Date 31.03.2013 RM'000	Preceding Year Corresponding Period 31.03.2012 RM'000
Revenue		129,345	98,461	338,702	374,656
Operating expenses	10	(130,955)	(90,969)	(320,933)	(332,860)
Other operating income	11	4,380	1,750	6,518	3,511
Profit from operations		<u>2,770</u>	<u>9,242</u>	<u>24,287</u>	<u>45,307</u>
Finance costs		<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Profit before tax		2,770	9,242	24,287	45,307
Taxation	21	(501)	1,429	1,191	285
<b>Profit for the period</b>		<u>2,269</u>	<u>10,671</u>	<u>25,478</u>	<u>45,592</u>
<b>Other Comprehensive Income :</b>					
Foreign currency translation		4	-	(15)	(11)
<b>Total comprehensive income for the period</b>		<u><u>2,273</u></u>	<u><u>10,671</u></u>	<u><u>25,463</u></u>	<u><u>45,581</u></u>

**(The Condensed Consolidated Income Statements should be read in conjunction with the Audited Financial Statements for the year ended 31 March 2012)**

**EKSONS CORPORATION BERHAD (205814-V)**  
**Condensed Consolidated Statement of Comprehensive Income**  
**For The Period Ended 31 March 2013**

	Note	Individual Quarter		Cumulative Quarter	
		Current Year Quarter 31.03.2013 RM'000	Preceding Year Corresponding Quarter 31.03.2012 RM'000	Current Year To Date 31.03.2013 RM'000	Preceding Year Corresponding Period 31.03.2012 RM'000
Profit attributable to :					
Owners of the Parent		1,172	7,323	19,256	37,685
Non-controlling interest		1,097	3,348	6,222	7,907
		<u>2,269</u>	<u>10,671</u>	<u>25,478</u>	<u>45,592</u>
Total comprehensive income attributable to :					
Owners of the Parent		1,176	7,323	19,241	37,674
Non-controlling interest		1,097	3,348	6,222	7,907
		<u>2,273</u>	<u>10,671</u>	<u>25,463</u>	<u>45,581</u>
Earnings Per Share					
(a) Basic (sen)	27a	0.71	4.46	11.73	22.95
(b) Diluted (sen)	27b	-	-	-	-

**(The Condensed Consolidated Income Statements should be read in conjunction with the Audited Financial Statements for the year ended 31 March 2012)**

**EKSONS CORPORATION BERHAD (205814-V)**  
**Condensed Consolidated Statement of Financial Position**  
**As At 31 March 2013**

	<b>As at 31.03.2013 RM'000 unaudited</b>	<b>As at 31.03.2012 RM'000 audited</b>
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	129,374	139,320
Prepaid land lease payments	8,973	9,129
Land held for property development	35,233	18,556
Deferred tax assets	21,788	18,304
Goodwill on consolidation	26,763	26,763
	<u>222,131</u>	<u>212,072</u>
<b>Current assets</b>		
Property development costs	52,240	45,037
Inventories	81,972	100,684
Trade and other receivables	88,904	31,430
Other current assets	5,635	4,753
Current tax asset	1,092	448
Term deposits	46,183	91,816
Cash and bank balances	28,351	40,373
	<u>304,377</u>	<u>314,541</u>
<b>TOTAL ASSETS</b>	<u><u>526,508</u></u>	<u><u>526,613</u></u>

**(The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the year ended 31 March 2012)**

**EKSONS CORPORATION BERHAD (205814-V)**  
**Condensed Consolidated Statement of Financial Position**  
**As At 31 March 2013**

	<b>As at 31.03.2013 RM'000 unaudited</b>	<b>As at 31.03.2012 RM'000 audited</b>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity attributable to equity holders of the parent</b>		
Share capital	131,370	131,370
Retained earnings	272,254	256,651
Capital reserves	388	855
	<u>404,012</u>	<u>388,876</u>
<b>Non-controlling interest</b>	<u>32,797</u>	<u>27,575</u>
<b>Total equity</b>	<u>436,809</u>	<u>416,451</u>
<b>Current liabilities</b>		
Short term borrowings	21,728	18,919
Trade and other payables	35,672	42,609
Other current liabilities	21,466	36,673
Current tax payable	-	230
	<u>78,866</u>	<u>98,431</u>
<b>Non current liabilities</b>		
Deferred tax liabilities	10,833	11,731
	<u>10,833</u>	<u>11,731</u>
<b>Total liabilities</b>	<u>89,699</u>	<u>110,162</u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<u>526,508</u>	<u>526,613</u>
Net asset per share	2.46	2.37

**(The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the year ended 31 March 2012)**

**EKSONS CORPORATION BERHAD (205814-V)**  
**Condensed Consolidated Statement of Cash Flows**  
**For The Period Ended 31 March 2013**

	<b>31.03.2013</b> <b>RM'000</b> <b>unaudited</b>	<b>31.03.2012</b> <b>RM'000</b> <b>audited</b>
<b>Operating activities</b>		
Profit before tax	24,287	45,307
<u>Adjustments for :</u>		
Impairment loss on other receivables	-	139
Impairment loss on associated companies	4	4
Amortisation of prepaid land lease payments	156	156
Depreciation	12,596	13,336
Loss on disposal of property, plant and equipment	-	37
Loss on disposal of non current asset held for sale	-	20
Interest expenses included in cost of sales	671	713
Interest income	(2,215)	(1,736)
Property, plant and equipment written off	5	1,294
Unrealised loss/(gain) on foreign exchange	190	(97)
Total adjustments	11,407	13,866
<b>Operating cash flows before changes in working capital</b>	<b>35,694</b>	<b>59,173</b>
<u>Changes in working capital :</u>		
Increase in property development costs	(23,881)	(7,716)
Decrease in inventories	18,712	3,470
Increase in trade and other receivables	(57,956)	(7,064)
Increase in other current assets	(881)	(3,163)
(Decrease)/increase in trade and other payables	(6,665)	9,799
(Decrease)/increase in other current liabilities	(15,207)	22,768
Total changes in working capital	(85,878)	18,094
Cash flows from operation	(50,184)	77,267
Interest paid included in cost of sales	(671)	(713)
Tax paid, net of refund	(4,065)	(1,115)
Net cash flows from operating activities	(54,920)	75,439
<b>Investing activities</b>		
Interest received	2,215	1,736
Proceeds from disposal of non current asset held for sale	-	200
Proceeds from disposal of property, plant and equipment	754	313
Purchase of property, plant and equipment	(3,408)	(5,430)
Net cash flows (used in)/from investing activities	(439)	(3,181)

**(The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Audited Financial Statements for the year ended 31 March 2012)**

**EKSONS CORPORATION BERHAD (205814-V)**  
**Condensed Consolidated Statement of Cash Flows**  
**For The Period Ended 31 March 2013**

	<b>31.03.2013</b> <b>RM'000</b> <b>unaudited</b>	<b>31.03.2012</b> <b>RM'000</b> <b>audited</b>
<b>Financing activities</b>		
Decrease in fixed deposits pledged to a bank	-	1,834
Dividend paid	(4,105)	(8,210)
Dividend paid to non-controlling interest	(1,000)	(3,431)
Proceeds from short term borrowings, net of repayment	2,809	(3,284)
Net cash used in financing activities	<u>(2,296)</u>	<u>(13,091)</u>
<b>Net increase in cash and cash equivalent</b>	<b>(57,655)</b>	<b>59,167</b>
<b>Cash and cash equivalents at beginning of the year</b>	<b>132,189</b>	<b>73,022</b>
<b>Cash and cash equivalents at end of the year</b>	<b><u>74,534</u></b>	<b><u>132,189</u></b>
<b>Analysis of cash and cash equivalents</b>		
Fixed deposits	46,183	91,816
Cash and bank balances	28,351	40,373
	<u>74,534</u>	<u>132,189</u>

**(The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Audited Financial Statements for the year ended 31 March 2012)**

**EKSONS CORPORATION BERHAD (205814-V)**  
**Condensed Consolidated Statement Of Changes In Equity**  
**For The Period Ended 31 March 2013**

	← Attributable to owners of the Company →				Equity attributable to the owners of the Company RM'000	Non- controlling interest RM'000	Total RM'000
	Share Capital RM'000	Consolidation Reserve RM'000	Translation Reserve RM'000	Retained Profits RM'000			
<b>Current Year To Date Ended 31 March 2013</b>							
At 1 April 2012	131,370	718	137	256,651	388,876	27,575	416,451
<b>Total comprehensive income</b>	-	-	(15)	19,256	19,241	6,222	25,463
<b>Transactions with owners</b>							
Dividend paid	-	-	-	(4,105)	(4,105)	(1,000)	(5,105)
Realisation of revaluation reserve	-	(452)	-	452	-	-	-
<b>Total transactions with owners</b>	-	(452)	-	(3,653)	(4,105)	(1,000)	(5,105)
At 31 March 2013	131,370	266	122	272,254	404,012	32,797	436,809

(The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Audited Financial Statements for the year ended 31 March 2012)

**EKSONS CORPORATION BERHAD (205814-V)**  
**Condensed Consolidated Statement Of Changes In Equity**  
**For The Period Ended 31 March 2013**

	← Attributable to owners of the Company →				Equity attributable to the owners of the Company RM'000	Non- controlling interest RM'000	Total RM'000
	Share Capital RM'000	Consolidation Reserve RM'000	Translation Reserve RM'000	Retained Profits RM'000			
<b>Preceding Year Corresponding Period Ended 31 March 2012</b>							
At 1 April 2011	131,370	718	148	227,176	359,412	23,099	382,511
<b>Total comprehensive income</b>	-	-	(11)	37,685	37,674	7,907	45,581
<b>Transactions with owners</b>							
Dividend paid	-	-	-	(8,210)	(8,210)	(3,431)	(11,641)
Total transactions with owners	-	-	-	(8,210)	(8,210)	(3,431)	(11,641)
At 31 March 2012	131,370	718	137	256,651	388,876	27,575	416,451

(The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Audited Financial Statements for the year ended 31 March 2012)



## EKSONS CORPORATION BERHAD (205814-V)

### EXPLANATORY NOTES TO THE INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 31 MARCH 2013

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#### 1. Accounting policies and methods of computation

The interim financial report is unaudited and has 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 report should be read in conjunction with the audited financial statements of the Group for the financial year ended 31 March 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 March 2012.

#### 2. Changes in Accounting Policies

The significant accounting policies adopted are consistent with those of the audited financial statements for the financial year ended 31 March 2012 except for the adoption of the following new and revised Financial Reporting Standards ("FRSs"), amendment to FRS and Issues Committee ("IC") Interpretations :

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 (2011)
FRS 124	Related Party Disclosures
FRS 127	Separate Financial Statements (2011)
FRS 128	Investment in Associates and Joint Ventures
Amendments to FRS 1	First-time Adoption of Financial Reporting Standards - Severe Hyperinflation and Removal of Fixed Dates for First-time Adopters
Amendments to FRS 1	First-time Adoption of Financial Reporting Standards - Government Loans
Amendments to FRS 1	First-time Adoption of Financial Reporting Standards - Improvements to FRSs (2012)
Amendments to FRS 7	Financial Instruments: Disclosures - Offsetting Financial Assets and Financial Liabilities
Amendments to FRS 10	Consolidated Financial Statements: Transition Guidance
Amendments to FRS 11	Joint Arrangements: Transition Guidance
Amendments to FRS 12	Disclosure of Interests in Other Entities: Transition Guidance
Amendments to FRS 101	Presentation of Financial Statements - Presentation of Items of Other Comprehensive Income
Amendments to FRS 101	Presentation of Financial Statements - Improvements to FRSs (2012)
Amendments to FRS 112	Income taxes - Deferred Tax Recovery of Underlying Assets
Amendments to FRS 132	Financial Instruments: Presentation - Improvements to FRSs (2012)
Amendments to FRS 134	Interim Financial Reporting - Improvements to FRSs (2012)
IC Interpretation 20	Stripping Costs in the Production Phase of a Surface Mine

The adoption of the above FRS and Amendments did not have any significant impacts on the financial statements upon their initial application.

## **EKSONS CORPORATION BERHAD (205814-V)**

### **EXPLANATORY NOTES TO THE INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 31 MARCH 2013**

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#### **2. Changes in Accounting Policies (Continued)**

The Group has not early adopted the following FRS and IC Interpretations which have effective dates as follow:

		Effective for financial periods beginning on or after
Amendments to FRS 132	Financial Instruments: Presentation - Offsetting Financial Assets and Financial Liabilities	1 January 2014
FRS 9	Financial Instruments (IFRS 9 issued by IASB in November 2009)	1 January 2015
FRS 9	Financial Instruments (IFRS 9 issued by IASB in October 2010)	1 January 2015

#### **3. Malaysian Financial Reporting Standards**

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.

On 4 July 2012, MASB has decided to allow the Transitioning Entities to further defer the adoption of the MFRS Framework for another year. The MFRS Framework will therefore be mandated for all companies for annual period beginning on or after 1 January 2014.

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 March 2015.

#### **4. Disclosure of audit qualification**

There was no qualification on the audit report of the preceding audited financial statements.

#### **5. Seasonality or cyclicity of interim operations**

The timber business of the Group is affected by the world demand and supply of plywood. The other operations of the Group are not materially affected by any seasonality or cyclicity factors.

## EKSONS CORPORATION BERHAD (205814-V)

### EXPLANATORY NOTES TO THE INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 31 MARCH 2013

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#### 6. Nature and amount of items affecting assets, liabilities, equity, net income, or cash flows that are unusual because of their nature, size or incidence

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

#### 7. Changes in estimates of amounts reported in prior interim periods of the current financial year or in prior financial years

There were no changes in estimates of amounts reported in prior interim periods of the current financial year or in prior financial years.

#### 8. 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 of the Company for the current financial year to date.

#### 9. Dividends paid

There was no dividend paid during the financial period to date.

#### 10. Operating expenses

	3 months Ended		12 Months Ended	
	31.03.13 RM'000	31.03.2012 RM'000	31.03.13 RM'000	31.03.2012 RM'000
Depreciation	2,864	3,323	12,596	13,336
Amortisation of prepaid land lease payments	39	39	156	156
Interest expenses included in cost of sales	167	189	671	713
Loss on disposal of non current asset held for sale	-	-	-	20
Loss on disposal of property, plant and equipment	-	(4)	-	37
Property, plant and equipment written off	1	-	5	1,294
Impairment loss on associated companies	4	4	4	4
Impairment loss on receivables	-	133	-	139
Realised loss on foreign exchange	-	60	3	76
Unrealised loss on foreign exchange	190	-	190	-
Cost of sales	106,619	73,965	258,339	265,898
Marketing and distribution expenses	16,089	10,320	37,257	40,771
Administration expenses	4,921	2,839	11,379	10,023
Other expenses	61	101	333	393
<b>Total operating expenses</b>	<b>130,955</b>	<b>90,969</b>	<b>320,933</b>	<b>332,860</b>

#### 11. Other operating income

Interest income	392	603	2,215	1,736
Unrealised gain on foreign exchange	33	97	33	97
Miscellaneous income	3,955	1,050	4,270	1,678
<b>Total other operating income</b>	<b>4,380</b>	<b>1,750</b>	<b>6,518</b>	<b>3,511</b>

## EKSONS CORPORATION BERHAD (205814-V)

### EXPLANATORY NOTES TO THE INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 31 MARCH 2013

#### 12. Segmental reporting

The Group's segmental report for the financial period to date is as follows :

	Timber Operations RM'000	Trading RM'000	Property and Investment Holdings RM'000	Property Development RM'000	Eliminations RM'000	Consolidated RM'000
<b>Segment Revenue</b>						
External sales	274,246	-	48	64,408	-	338,702
Inter-segment sales	113,525	-	117,768	17,019	(248,312)	-
Total revenue	<u>387,771</u>	<u>-</u>	<u>117,816</u>	<u>81,427</u>	<u>(248,312)</u>	<u>338,702</u>
<b>Segment Result</b>						
Operating profit/(loss) before interest and tax	4,912	2,333	117,236	18,250	(120,461)	22,270
Interest income	1,106	-	193	718	-	2,017
Income taxes	4,400	-	(7)	(3,202)	-	1,191
Net profit	<u>10,418</u>	<u>2,333</u>	<u>117,422</u>	<u>15,766</u>	<u>(120,461)</u>	<u>25,478</u>

No geographical segmental analysis is presented as the Group operates principally in Malaysia.

All inter-segment transactions have been entered into in the normal course of business and have been established on terms and conditions that are not materially different from those obtainable in transactions with unrelated parties.

#### 13. Valuations of property, plant and equipment

The valuation of property, plant and equipment have been bought forward without any amendments from the previous annual financial statements.

#### 14. Changes in the composition of the Group

There were no changes in the composition of the Group during the current financial year, including business combinations, acquisition or disposal of subsidiaries and long-term investments, restructurings, and discontinuing operations except as disclosed below:

On 6 August 2012, the Company's subsidiary company, Vibrant Hub Sdn. Bhd. acquired the entire issued and paid up share capital of Viva Paradise Sdn. Bhd. for a cash consideration of RM2.

**EXPLANATORY NOTES TO THE INTERIM FINANCIAL REPORT  
FOR THE PERIOD ENDED 31 MARCH 2013**

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**15. Capital commitments**

As at 31 March 2013, there were no material capital commitments for capital expenditure by the Group which might have a material impact on the financial position or business of the Group except as disclosed below:

	<b>As at 31.03.2013 RM'000</b>
Approved and contracted for:	
Land held for property development	16,222
	<u>16,222</u>

**16. Changes in contingent liabilities since the last annual balance sheet date**

There were no changes in contingent liabilities of the Company since the last annual balance sheet date as at 31 March 2012. The contingent liabilities represent corporate guarantees in respect of banking facilities granted to subsidiary companies.

As at 31 March 2013, the amount of banking facilities utilised which were secured by corporate guarantees was RM6.7 million.

**17. Review of the performance of the Group for the period under review and financial year**

The Group's turnover and profit after taxation for the year under review are RM338.7 million and RM25.5 million respectively. In the preceding financial year, the Group's turnover and profit after taxation were RM374.7 million and RM45.6 million respectively.

The Group's turnover and profit after taxation for the quarter under review are RM129.3 million and RM2.3 million respectively. In the corresponding quarter of the previous financial year, the Group's turnover and profit after taxation were RM98.5 million and RM10.7 million respectively.

The performance of the Group's timber and property development divisions which are the Group's core divisions is as follows:

*Timber*

The timber market was soft for most of the year under review due to economic uncertainties globally that led to cautious buying by most plywood buyers. Production cost for the year under review was also higher compared to the previous financial year due increases in log costs, consumables and manpower costs. The higher manpower costs was due to the implementation of minimum wage as required by the government.

As a result of the above, the division recorded a lower turnover and profit after taxation for the year under review compared to the preceding financial year. The division's turnover and profit after taxation for the year under review are RM274.2 million and RM10.4 million respectively. In the previous financial year, the division's turnover and profit after taxation were RM291.9 million and RM26.5 million respectively.

The division's turnover and loss after taxation for the quarter under review are RM119.7 million and RM0.2 million respectively. In the corresponding quarter of the previous financial year, the division's turnover and profit after taxation were RM73.3 million and RM2.7 million respectively. Higher production costs and lower selling prices contributed to the loss for the quarter.

**17. Review of the performance of the Group for the period under review and financial year (Continued)**

*Property Development*

During the financial year under review, the division had handed over another 2 phases of The Atmosphere's shop offices to purchasers. This marks the completion of 3 of the 5 phases of the project. Another phase was handed over shortly after the financial year end. The 5th phase is expected to be completed in 2014. The turnover and profit after taxation for each quarter reflects the progress in construction of the respective quarters for the units sold.

The division's turnover and profit after taxation for the year under review are RM64.4 million and RM15.8 million respectively. The division's turnover and profit after taxation for the preceding year were RM82.7 million and RM19.8 million respectively.

The division's turnover and profit after taxation for the quarter under review are RM9.7 million and RM3.1 million respectively. In the corresponding quarter of the previous financial year, the division's turnover and profit after taxation were RM25.2 million and RM8.4 million respectively.

**18. Material changes in the results of the current financial quarter compared to the results of the preceding quarter**

The Group's turnover and profit after taxation for the quarter under review are RM129.3 million and RM2.3 million respectively. In the immediate preceding quarter, the Group's turnover and profit after taxation were RM61.5 million and RM4.0 million respectively.

The performance of the Group's timber and property development divisions which are the Group's core divisions is as follows:

*Timber*

The division's turnover and loss after taxation for the quarter under review are RM119.7 million and RM0.2 million respectively. In the immediate preceding quarter, the division's turnover and profit after taxation were RM49.5 million and RM1.4 million respectively. As mentioned above, the results of the quarter under review were affected by higher production costs and lower prices.

*Property Development*

The division's turnover and profit after taxation for the quarter under review are RM9.7 million and RM3.1 million respectively. In the immediate preceding quarter, the division's turnover and profit after taxation were RM12.0 million and RM2.5 million respectively.

The turnover and profit after taxation for each quarter reflects the progress in construction of the respective quarters for the units sold for The Atmosphere project.

**EXPLANATORY NOTES TO THE INTERIM FINANCIAL REPORT  
FOR THE PERIOD ENDED 31 MARCH 2013**

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**19. Prospects and Outlook**

*Timber*

Demand for plywood is expected to have bottomed out and there has been improvement in the Group's sales in recent months. This is expected to sustain for the next few months and will ease the pressure on margins.

*Property Development*

The property development division will focus on bringing in tenants and businesses to the phases that it had handed over to its purchasers. Various events and activities have been planned towards this goal. Meanwhile, construction work on the 5th phase of The Atmosphere is going on schedule and is expected to be completed on time.

Based on the above and various other factors, the Board expects that margins will be positive for the 2014 financial year.

**20. Variance of actual profit from forecast profit**

Not applicable.

**21. Breakdown of tax charge and explanation on variance between effective and statutory tax rate for the current quarter and financial year**

	<b>Current Quarter RM'000</b>	<b>Financial Year RM'000</b>
Taxation		
- Current year charge	(549)	(3,191)
Deferred taxation		
- Current year	<u>48</u>	<u>4,382</u>
	<u>(501)</u>	<u>1,191</u>

The Group's effective tax rate for the financial year to date is lower than the statutory tax rate principally due to the double deduction of freight charges incurred on exports of plywood and tax incentives available to some subsidiary companies.

**22. Status of corporate proposal**

There was no corporate proposal announced by the Group but not completed at the date of this report.

**EXPLANATORY NOTES TO THE INTERIM FINANCIAL REPORT  
FOR THE PERIOD ENDED 31 MARCH 2013**

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**23. Group borrowings and debt securities**

	<b>As at 31.03.2013 RM'000</b>
Short term borrowings	
- secured	6,869
- unsecured	14,859
	<u>21,728</u>

All the above borrowings are denominated in local currency.

**24. Material litigation**

There was no material litigation against the Group as at the reporting date.

**25. Proposed dividend**

The Board of Directors has proposed a final dividend in respect of the financial year ended 31 March 2013, of 3 sen per share under single-tier system on 164,213,000 ordinary shares, amounting to a dividend payable of approximately RM4,926,390 (31 March 2012: RM4,105,325). The proposed dividend is subject to the approval of shareholders at the forthcoming Annual General Meeting of the Company.

**26. Disclosure requirements pursuant to implementation of FRS 139**

**Part A: Disclosure of derivatives**

As at 31 March 2013, the Group did not hold any financial derivatives.

**Part B: Disclosure of gains/losses arising from fair value changes of financial liabilities**

As at 31 March 2013, the Group did not have any gains/losses arising from fair value changes of financial liabilities.

**Part C: Disclosure of breakdown of realised and unrealised profits or losses**

The Group's realised and unrealised retained profits are as follows:

	<b>As at 31.03.2013 RM'000</b>
Total retained profits of the Company and its subsidiaries:	
- Realised	254,865
- Unrealised	10,955
	<u>265,820</u>
Add: Consolidation adjustments	<u>6,434</u>
Total group retained profits as per consolidated accounts	<u>272,254</u>



**EKSONS CORPORATION BERHAD (205814-V)**

**EXPLANATORY NOTES TO THE INTERIM FINANCIAL REPORT  
FOR THE PERIOD ENDED 31 MARCH 2013**

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**27. Earnings per share**

The earnings per share is calculated as follows :

	<b>Financial Year 31.03.2013 RM'000</b>
<b>a. Basic</b>	
Net profit attributable to ordinary shareholders (RM'000)	<u>19,256</u>
Number of ordinary shares in issue (in thousand)	<u>164,213</u>
Basic profit per ordinary share (sen)	<u>11.73</u>
<b>b. Diluted</b>	
Not applicable	

**28. Subsequent event**

There was no material event subsequent to the end of the current quarter.

BY ORDER OF THE BOARD

Emily Yeo Swee Ming  
Company Secretary

31 May 2013