

EVERGREEN FIBREBOARD BERHAD (217120 W)

(Incorporated in Malaysia)

INTERIM FINANCIAL STATEMENTS**Condensed Consolidated Income Statement**
For the Third Quarter Ended 30 September 2013

The figures have not been audited

	INDIVIDUAL QUARTER 3 MONTHS ENDED		CUMULATIVE QUARTER 9 MONTHS ENDED	
	CURRENT YEAR QUARTER	PRECEDING YEAR CORRESPONDING QUARTER	CURRENT YEAR PERIOD TO-DATE	PRECEDING YEAR CORRESPONDING PERIOD TO-DATE
	30 September 2013 RM'000	30 September 2012 RM'000	30 September 2013 RM'000	30 September 2012 RM'000
Revenue	233,977	248,035	686,623	796,647
Cost of sales	(195,489)	(202,842)	(594,519)	(635,862)
Gross Profit	38,488	45,193	92,104	160,785
Other operating income/ (expenses)	(5,976)	3,299	(5,087)	5,627
Selling & administrative expenses	(39,582)	(37,162)	(116,730)	(112,325)
Finance costs	(3,689)	(4,098)	(11,145)	(11,758)
Net gain/(loss) on financial instruments at fair value	461	791	(12)	(455)
Share of profit/(loss) of associates	-	(784)	-	(590)
Profit/(Loss) Before Tax	(10,298)	7,239	(40,870)	41,284
Taxation - company & subsidiary	(1,001)	(243)	(1,070)	(4,247)
Net Profit/(Loss) For The Period	(11,299)	6,996	(41,940)	37,037
Net profit/(loss) attributable to:				
Owners of the parent	(8,134)	7,562	(36,033)	39,540
Non-controlling interests	(3,165)	(566)	(5,907)	(2,503)
	(11,299)	6,996	(41,940)	37,037
Earnings per share (Note B 12)				
- Basic (Sen)	(1.59)	1.47	(7.02)	7.71
- Diluted	(1.59)	1.47	(7.02)	7.71

The Condensed Consolidated Income Statement should be read in conjunction with the Annual Financial Report for the year ended 31st December 2012 and the accompanying explanatory notes attached to the interim financial statements.

EVERGREEN FIBREBOARD BERHAD (217120 W)

(Incorporated in Malaysia)

INTERIM FINANCIAL STATEMENTS**Condensed Consolidated Statement of Comprehensive Income****For the Third Quarter Ended 30 September 2013**

The figures have not been audited

	INDIVIDUAL QUARTER 3 MONTHS ENDED		CUMULATIVE QUARTER 9 MONTHS ENDED	
	CURRENT YEAR QUARTER	PRECEDING YEAR CORRESPONDING QUARTER	CURRENT YEAR PERIOD TO-DATE	PRECEDING YEAR CORRESPONDING PERIOD TO-DATE
	30 September 2013 RM'000	30 September 2012 RM'000	30 September 2013 RM'000	30 September 2012 RM'000
Net Profit/(Loss) For The Period	(11,299)	6,996	(41,940)	37,037
Other comprehensive income				
Currency translation differences	849	(585)	5,736	(2,084)
Changes in fair value of cash flow hedges	167	181	(2,083)	769
Other comprehensive income/(loss) net of tax	1,016	(404)	3,653	(1,315)
Total comprehensive income/(loss) for the period	(10,283)	6,592	(38,287)	35,722
Total comprehensive income/(loss) attributable to:				
Owners of the parent	(7,118)	7,158	(32,380)	38,225
Non-controlling interests	(3,165)	(566)	(5,907)	(2,503)
	(10,283)	6,592	(38,287)	35,722

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

EVERGREEN FIBREBOARD BERHAD (217120 W)

(Incorporated in Malaysia)

INTERIM FINANCIAL STATEMENTS**Condensed Consolidated Statement of Financial Position****As at 30 September 2013**

The figures have not been audited

	As at 30 September 2013 RM'000 (Unaudited)	As at 31 December 2012 RM'000 Audited
ASSETS		
Non-current assets		
Property, plant and equipment	833,095	846,420
Biological assets	14,318	15,161
Other intangible asset	166	177
Land use rights	16,744	17,129
Goodwill	19,591	19,591
	883,914	898,478
Current assets		
Investment	101	101
Inventories	210,300	193,759
Trade receivables	81,688	70,321
Other receivables, deposits & prepayments	91,693	110,619
Derivatives	512	78
Cash and cash equivalents	57,975	83,814
	442,269	458,692
	1,326,183	1,357,170
EQUITY AND LIABILITIES		
Equity attributable to owners of the Parent		
Share capital	128,250	128,250
Share premium	113,129	113,129
Treasury shares	(15)	(15)
Retained earnings	553,606	589,639
Other reserve	(1,529)	(5,182)
	793,441	825,821
Non-controlling interests	18,881	25,861
Total equity	812,322	851,682
Non-current liabilities		
Deferred tax liabilities	6,063	6,599
Long-term borrowings	108,317	142,553
Other payables	8,206	7,602
	122,586	156,754
Current liabilities		
Trade payables	62,272	62,248
Other payables and accruals	66,668	57,425
Short-term borrowings	258,144	228,433
Provision for taxation	795	480
Derivatives	3,397	148
	391,276	348,734
Total liabilities	513,861	505,488
TOTAL EQUITY AND LIABILITIES	1,326,183	1,357,170
<i>Net assets per share (RM) **</i>	<i>1.58</i>	<i>1.66</i>

** Net assets per share is calculated based on Total assets (including intangibles) minus total liabilities divided by the total number of ordinary shares of RM0.25 each in issue.

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

INTERIM FINANCIAL STATEMENTS

**Condensed Consolidated Statements of Changes in Equity
For the Financial Period Ended 30 September 2013**
The figures have not been audited

	Attributable to Owners of the Parent						Total RM'000	Non- Controlling Interests RM'000	Total Equity RM'000
	Share Capital RM'000	Share Premium RM'000	Treasury Shares RM'000	Fair Value Reserve RM'000	Foreign Exchange Reserve RM'000	Retained Profits RM'000			
9 months period ended 30 September 2013									
At 1 January 2013	128,250	113,129	(15)	25	(5,207)	589,639	825,821	25,861	851,682
Total comprehensive income for the period	-	-	-	(2,083)	5,736	(36,033)	(32,380)	(5,907)	(38,287)
Acquisition of minority interest	-	-	-	-	-	-	-	(1,073)	(1,073)
At 30 September 2013	128,250	113,129	(15)	(2,058)	529	553,606	793,441	18,881	812,322
9 months period ended 30 September 2012									
At 1 January 2012	128,250	113,129	(2)	(706)	(1,844)	570,293	809,120	11,771	820,891
Repurchase of treasury shares	-	-	(13)	-	-	-	(13)	-	(13)
Total comprehensive income for the period	-	-	-	769	(2,084)	39,540	38,225	(2,503)	35,722
Dividends	-	-	-	-	-	(12,824)	(12,824)	-	(12,824)
At 30 September 2012	128,250	113,129	(15)	63	(3,928)	597,009	834,508	9,268	843,776

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

EVERGREEN FIBREBOARD BERHAD (217120 W)

(Incorporated in Malaysia)

INTERIM FINANCIAL STATEMENTS**Condensed Consolidated Statement of Cash Flows****For the Third Quarter Ended 30 September 2013****The figures have not been audited**

	9 MONTHS ENDED 30 September 2013 RM'000	9 MONTHS ENDED 30 September 2012 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit/ (loss) before taxation	(40,870)	41,284
Adjustment for :-		
Non-cash items	61,057	45,096
Non-operating items (which are investing/financing)	-	590
Interest income	(717)	(1,193)
Interest expense	11,145	11,758
Operating profit before changes in working capital	<u>30,615</u>	<u>97,535</u>
Changes in working capital		
Net Change in inventory	(16,542)	(33,380)
Net Change in trade and other receivables	9,545	(75,210)
Net Change in trade and other payables	9,872	(5,040)
Total changes in working capital	<u>2,875</u>	<u>(113,630)</u>
Interest paid	(11,145)	(11,758)
Income taxes paid	(2,572)	(3,149)
	<u>(13,717)</u>	<u>(14,907)</u>
Net cash flow generated from/(used in) operating activities	<u>19,773</u>	<u>(31,002)</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
- Acquisition of business/ subsidiaries	(690)	(37,951)
- Purchase of property, plant and equipment	(32,974)	(25,637)
- Proceeds from disposal of property, plant and equipment	780	1,952
- Interest received	717	1,193
Net cash flow generated from/(used in) investing activities	<u>(32,167)</u>	<u>(60,443)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
- Purchase of treasury shares	-	(13)
- Dividend Paid	-	(7,695)
- Drawdown of borrowings	52,335	136,462
- Repayment of borrowings	(65,780)	(64,932)
Net cash flow generated from/(used in) financing activities	<u>(13,445)</u>	<u>63,822</u>
Net Change in Cash & Cash Equivalents	(25,839)	(27,623)
Cash and Cash Equivalents at beginning of period	83,814	118,933
Cash and Cash Equivalents at end of period	<u>57,975</u>	<u>91,310</u>
Cash and cash equivalents at the end of the financial period comprise t		
Cash and Cash Equivalents	57,975	91,310
	<u>57,975</u>	<u>91,310</u>

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