

INTERIM FINANCIAL STATEMENTS

**Condensed Consolidated Statement of Comprehensive Income**  
**For the First Quarter Ended 31 March 2017**  
(The figures have not been audited)

	INDIVIDUAL QUARTER 3 MONTHS ENDED		CUMULATIVE QUARTER 3 MONTHS ENDED	
	CURRENT YEAR QUARTER  31 March 2017 RM'000	PRECEDING YEAR CORRESPONDING QUARTER  31 March 2016 RM'000	CURRENT YEAR PERIOD TO-DATE 31 March 2017 RM'000	PRECEDING YEAR CORRESPONDING PERIOD TO-DATE 31 March 2016 RM'000
<b>Revenue</b>	249,501	246,794	249,501	246,794
Cost of sales	(190,627)	(177,343)	(190,627)	(177,343)
<b>Gross Profit</b>	<u>58,874</u>	<u>69,451</u>	<u>58,874</u>	<u>69,451</u>
Other operating income/(expenses)	(233)	(4,375)	(233)	(4,375)
Selling & administrative expenses	(40,152)	(39,898)	(40,152)	(39,898)
Finance costs	(1,567)	(1,676)	(1,567)	(1,676)
Net gain/(loss) on financial instruments at fair value	-	823	-	823
<b>Profit/(Loss) Before Tax</b>	<u>16,922</u>	<u>24,325</u>	<u>16,922</u>	<u>24,325</u>
Tax expense	(5,996)	(3,677)	(5,996)	(3,677)
<b>Net Profit/(Loss) For The Period</b>	<u>10,926</u>	<u>20,648</u>	<u>10,926</u>	<u>20,648</u>
Net profit/(loss) attributable to:				
Owners of the company	10,539	20,619	10,539	20,619
Non-controlling interests	387	29	387	29
	<u>10,926</u>	<u>20,648</u>	<u>10,926</u>	<u>20,648</u>
Earnings per share (Note B 11 )				
- Basic (Sen)	1.25	2.68	1.25	2.68
- Diluted (Sen)	1.25	2.68	1.25	2.68

The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Annual Financial Report for the year ended 31 December 2016 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 First Quarter Ended 31 March 2017**

(The figures have not been audited)

	INDIVIDUAL QUARTER 3 MONTHS ENDED		CUMULATIVE QUARTER 3 MONTHS ENDED	
	CURRENT YEAR QUARTER 31 March 2017 RM'000	PRECEDING YEAR CORRESPONDING QUARTER 31 March 2016 RM'000	CURRENT YEAR PERIOD TO-DATE 31 March 2017 RM'000	PRECEDING YEAR CORRESPONDING PERIOD TO-DATE 31 March 2016 RM'000
<b>Net Profit/(Loss) For The Period</b>	10,926	20,648	10,926	20,648
<b>Other comprehensive income</b>				
<i>Item that may be reclassified subsequently to profit or loss</i>				
Currency translation differences	9,247	(31,608)	9,247	(31,608)
Fair value (loss)/gain on available-for-sale financial asset	14	(12)	14	(12)
<b>Other comprehensive income/(loss) net of tax</b>	9,261	(31,620)	9,261	(31,620)
<b>Total comprehensive income/(loss) for the period</b>	20,187	(10,972)	20,187	(10,972)
Total comprehensive income/(loss) attributable to:				
Owners of the company	19,800	28,761	19,800	(11,001)
Non-controlling interests	387	1,850	387	29
	20,187	(10,972)	20,187	(10,972)

**The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Annual Financial Report for the year ended 31st December 2016 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 31 March 2017****(The figures have not been audited)**

	<b>As at 31 March 2017 RM'000 (Unaudited)</b>	<b>As at 31 December 2016 RM'000 Audited</b>
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	995,514	975,945
Land use rights	35,100	36,242
Biological assets	26,800	26,800
Goodwill	18,377	18,377
Other intangible asset	113	118
Deferred tax assets	11,856	13,391
Other investments	154	140
	<hr/> 1,087,914	<hr/> 1,071,013
<b>Current assets</b>		
Inventories	223,476	212,977
Trade receivables	90,477	76,455
Other receivables, deposits & prepayments	36,402	39,048
Current tax assets	1,176	1,186
Cash and cash equivalents	136,870	160,267
	<hr/> 488,401	<hr/> 489,933
<b>TOTAL ASSETS</b>	<hr/> <b>1,576,315</b>	<hr/> <b>1,560,946</b>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity attributable to owners of the Parent</b>		
Share capital	211,606	211,606
Share premium	133,143	133,143
Treasury shares	(393)	(393)
Retained earnings	709,591	699,052
Other reserves	89,872	80,611
	<hr/> 1,143,819	<hr/> 1,124,019
Non-controlling interests	28,572	28,123
<b>Total equity</b>	<hr/> <b>1,172,391</b>	<hr/> <b>1,152,142</b>
<b>Non-current liabilities</b>		
Deferred tax liabilities	39,320	38,165
Loans and borrowings	100,054	100,832
Other payables	6,783	8,561
	<hr/> 146,157	<hr/> 147,558
<b>Current liabilities</b>		
Trade payables	59,413	60,526
Other payables and accruals	83,878	92,077
Loans and borrowings	107,015	103,805
Current tax liabilities	7,461	4,838
	<hr/> 257,767	<hr/> 261,246
<b>Total liabilities</b>	<hr/> <b>403,924</b>	<hr/> <b>408,804</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<hr/> <b>1,576,315</b>	<hr/> <b>1,560,946</b>
<i>Net assets per share (RM) **</i>	<hr/> <i>1.43</i>	<hr/> <i>2.23</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 as at each reporting date.**

**The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Annual Financial Report for the year ended 31 December 2016 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 31 March 2017**  
(The figures have not been audited)

	Attributable to owners of the parent						Distributable			
	Non-distributable			Distributable			Total		Non-Controlling Interests	Total Equity
	Share Capital RM'000	Share Premium * RM'000	Treasury Shares RM'000	Equity Transaction Reserve RM'000	Fair Value Reserve RM'000	Foreign Exchange Reserve RM'000	Retained Profits RM'000	Total RM'000	Non-Controlling Interests RM'000	Total Equity RM'000
<b>3 months period ended 31 March 2017</b>										
<b>At 1 January 2017</b>	211,606	133,143	(393)	383	39	80,189	699,052	1,124,019	28,123	1,152,142
Total comprehensive income for the period	-	-	-	-	14	9,247	10,539	19,800	387	20,187
Acquisition of non-controlling interests	-	-	-	-	-	-	-	-	62	62
<b>At 31 March 2017</b>	<b>211,606</b>	<b>133,143</b>	<b>(393)</b>	<b>383</b>	<b>53</b>	<b>89,436</b>	<b>709,591</b>	<b>1,143,819</b>	<b>28,572</b>	<b>1,172,391</b>
<b>3 months period ended 31 March 2016</b>										
<b>At 1 January 2016</b>	141,073	203,677	(15)	383	45	58,429	634,693	1,038,285	31,752	1,070,037
Total comprehensive income for the period	-	-	-	-	(12)	(31,608)	20,619	(11,001)	29	(10,972)
Dividends	-	-	-	-	-	-	(8,464)	(8,464)	-	(8,464)
<b>At 31 March 2016</b>	<b>141,073</b>	<b>203,677</b>	<b>(15)</b>	<b>383</b>	<b>33</b>	<b>26,821</b>	<b>646,848</b>	<b>1,018,820</b>	<b>31,781</b>	<b>1,050,601</b>

\* Pursuant to Section 618(2) of the Companies Act 2016 ("CA 2016"), any amount standing to the credit of the share premium account shall become part of the share capital. Notwithstanding this, the Group may within 24 months upon commencement of the CA 2016 use the amount standing to the credit of the share premium account of RM133,143,000 for the purposes set out in Section 618(3) of the CA 2016.

The Condensed Consolidated Statements of Changes in Equity should be read in conjunction with the Annual Financial Report for the year ended 31 December 2016 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 First Quarter Ended 31 March 2017****(The figures have not been audited)**

	<b>31 March 2017 RM'000</b>	<b>31 March 2016 RM'000</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit before tax	16,922	24,325
Adjustments for :-		
Non-cash items	18,615	14,252
Interest income	(322)	(428)
Interest expense	1,567	1,676
Operating profit before changes in working capital	<u>36,782</u>	<u>39,825</u>
<b>Changes in working capital</b>		
Net Change in inventory	(10,499)	5,926
Net Change in trade and other receivables	(11,390)	12,731
Net Change in trade and other payables	(11,090)	(22,868)
Net cash flows from/(used in)	<u>(32,979)</u>	<u>(4,211)</u>
Interest paid	(1,567)	(1,676)
Income taxes paid	(765)	(548)
	<u>(2,332)</u>	<u>(2,224)</u>
Net cash flows from/(used in) operating activities	<u>1,471</u>	<u>33,390</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
- Acquisition/(disposal) of additional interest in a subsidiary	(380)	-
- Purchase of property, plant and equipment	(27,212)	(23,602)
- Proceeds from disposal of property, plant and equipment	-	999
- Interest received	322	428
Net cash flows from/(used in) investing activities	<u>(27,270)</u>	<u>(22,175)</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
- Drawdown of borrowings	21,544	102,676
- Repayment of borrowings	(19,142)	(127,366)
Net cash flows from/(used in) financing activities	<u>2,402</u>	<u>(24,690)</u>
Net increase/(decrease) in Cash & Cash Equivalents	(23,397)	(13,475)
Cash and Cash Equivalents at the beginning of the financial period	160,267	116,571
Cash and Cash Equivalents at the end of the financial period	<u>136,870</u>	<u>103,096</u>

**The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Annual Financial Report for the year ended 31 December 2016 and the accompanying explanatory notes attached to the interim financial statements.**