

EVERGREEN FIBREBOARD BERHAD (217120 W)

(Incorporated in Malaysia)

INTERIM FINANCIAL STATEMENTS**Condensed Consolidated Income Statement**
For the Third Quarter Ended 30 September 2014

The figures have not been audited

	INDIVIDUAL QUARTER 3 MONTHS ENDED		CUMULATIVE QUARTER 9 MONTHS ENDED	
	CURRENT YEAR QUARTER 30 September 2014 RM'000	PRECEDING YEAR CORRESPONDING QUARTER 30 September 2013 RM'000	CURRENT YEAR PERIOD TO-DATE 30 September 2014 RM'000	PRECEDING YEAR CORRESPONDING PERIOD TO-DATE 30 September 2013 RM'000
Revenue	234,488	233,977	689,815	686,623
Cost of sales	(177,874)	(195,489)	(574,744)	(594,519)
Gross Profit	56,614	38,488	115,071	92,104
Other operating income	2,317	(5,976)	4,546	(5,087)
Selling & administrative expenses	(43,662)	(39,582)	(122,178)	(116,730)
Finance costs	(3,234)	(3,689)	(9,882)	(11,145)
Net gain/(loss) on financial instruments at fair value	(52)	461	(36)	(12)
Share of profit/(loss) of associates	-	-	-	-
Profit/(Loss) Before Tax	11,983	(10,298)	(12,479)	(40,870)
Taxation - company & subsidiary	(1,434)	(1,001)	(2,163)	(1,070)
Net Profit/(Loss) For The Period	10,549	(11,299)	(14,642)	(41,940)
Net profit/(loss) attributable to:				
Owners of the parent	10,075	(8,134)	(14,199)	(36,033)
Non-controlling interests	474	(3,165)	(443)	(5,907)
	10,549	(11,299)	(14,642)	(41,940)
Earnings per share (Note B 12)				
- Basic (Sen)	1.96	(1.59)	(2.77)	(7.02)
- Diluted	1.96	(1.59)	(2.77)	(7.02)

The Condensed Consolidated Income Statement should be read in conjunction with the Annual Financial Report for the year ended 31st December 2013 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 2014**

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 2014 RM'000	30 September 2013 RM'000	30 September 2014 RM'000	30 September 2013 RM'000
Net Profit/(Loss) For The Period	10,549	(11,299)	(14,642)	(41,940)
Other comprehensive income				
Currency translation differences	6,087	849	2,798	5,736
Changes in fair value of cash flow hedges	(147)	167	1,364	(2,083)
Other comprehensive income/(loss) net of tax	5,940	1,016	4,162	3,653
Total comprehensive income/(loss) for the period	16,489	(10,283)	(10,480)	(38,287)
Total comprehensive income/(loss) attributable to:				
Owners of the parent	16,015	(7,118)	(10,037)	(32,380)
Non-controlling interests	474	(3,165)	(443)	(5,907)
	16,489	(10,283)	(10,480)	(38,287)

The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Annual Financial Report for the year ended 31st December 2013 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 2014****The figures have not been audited**

	As at 30 September 2014 RM'000 (Unaudited)	As at 31 December 2013 RM'000 Audited
ASSETS		
Non-current assets		
Property, plant and equipment	792,480	823,129
Biological assets	16,078	16,000
Other intangible asset	139	154
Land use rights	16,402	16,728
Goodwill	19,590	19,590
	<u>844,689</u>	<u>875,601</u>
Current assets		
Investment	101	101
Inventories	221,883	211,132
Trade receivables	87,103	76,349
Other receivables, deposits & prepayments	43,026	68,035
Cash and cash equivalents	53,117	55,545
	<u>405,230</u>	<u>411,162</u>
TOTAL ASSETS	<u>1,249,919</u>	<u>1,286,763</u>
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	532,663	546,862
Other reserve	2,109	(2,053)
	<u>776,136</u>	<u>786,173</u>
Non-controlling interests	21,961	22,404
Total equity	<u>798,097</u>	<u>808,577</u>
Non-current liabilities		
Deferred tax liabilities	1,934	1,209
Long-term borrowings	37,092	68,996
Other payables	8,979	8,206
	<u>48,005</u>	<u>78,411</u>
Current liabilities		
Trade payables	71,213	64,314
Other payables and accruals	63,095	64,631
Short-term borrowings	268,424	268,234
Provision for taxation	860	539
Derivatives	225	2,057
	<u>403,817</u>	<u>399,775</u>
Total liabilities	<u>451,822</u>	<u>478,186</u>
TOTAL EQUITY AND LIABILITIES	<u>1,249,919</u>	<u>1,286,763</u>
<i>Net assets per share (RM) **</i>	<i>1.56</i>	<i>1.58</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 31st December 2013 and the accompanying explanatory notes attached to the interim financial statements.

INTERIM FINANCIAL STATEMENTS

**Condensed Consolidated Statement of Changes in Equity
For the Financial Period Ended 30 September 2014**
The figures have not been audited

	Attributable to Owners of the Parent						Retained Profits RM'000	Total RM'000	Non-Controlling Interests RM'000	Total Equity RM'000
	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				
9 months period ended 30 September 2014										
At 1 January 2014	128,250	113,129	(15)	383	(1,492)	(944)	546,862	786,173	22,404	808,577
Total comprehensive income for the period	-	-	-	-	1,364	2,798	(14,199)	(10,037)	(443)	(10,480)
At 30 September 2014	128,250	113,129	(15)	383	(128)	1,854	532,663	776,136	21,961	798,097
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 non-controlling 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

The Condensed Consolidated Statements of Changes in Equity should be read in conjunction with the Annual Financial Report for the year ended 31st December 2013 and the accompanying explanatory notes attached to the interim financial statements.

EVERGREEN FIBREBOARD BERHAD (217120 W)

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INTERIM FINANCIAL STATEMENTS**Condensed Consolidated Statement of Cash Flows****For the Third Quarter Ended 30 September 2014****The figures have not been audited**

	9 MONTHS ENDED 30 September 2014 RM'000	9 MONTHS ENDED 30 September 2013 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	(12,479)	(40,870)
Adjustment for :-		
Non-cash items	50,470	61,057
Interest income	(622)	(717)
Interest expense	9,882	11,145
Operating profit before changes in working capital	<u>47,251</u>	<u>30,615</u>
Changes in working capital		
Net Change in inventory	(10,750)	(16,542)
Net Change in trade and other receivables	10,580	9,545
Net Change in trade and other payables	6,137	9,872
Total changes in working capital	<u>5,967</u>	<u>2,875</u>
Interest paid	(9,882)	(11,145)
Income taxes paid	2,052	(2,572)
	<u>(7,830)</u>	<u>(13,717)</u>
Net cash flow generated from/(used in) operating activities	<u>45,388</u>	<u>19,773</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
- Acquisition of business/ subsidiaries	-	(690)
- Purchase of property, plant and equipment	(14,759)	(32,974)
- Proceeds from disposal of property, plant and equipment	293	780
- Interest received	622	717
Net cash flow generated from/(used in) investing activities	<u>(13,844)</u>	<u>(32,167)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
- Drawdown of borrowings	114,667	52,335
- Repayment of borrowings	(148,639)	(65,780)
Net cash flow generated from/(used in) financing activities	<u>(33,972)</u>	<u>(13,445)</u>
Net Change in Cash & Cash Equivalents	(2,428)	(25,839)
Cash and Cash Equivalents at beginning of period	55,545	83,814
Cash and Cash Equivalents at end of period	<u>53,117</u>	<u>57,975</u>
Cash and cash equivalents at the end of the financial period comprise the following:		
Cash and Cash Equivalents	53,117	57,975
	<u>53,117</u>	<u>57,975</u>

The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Annual Financial Report for the year ended 31st December 2013 and the accompanying explanatory notes attached to the interim financial statements.