

INTERIM FINANCIAL STATEMENTS

Condensed Consolidated Income Statement
For the Second Quarter Ended 30 June 2016
The figures have not been audited

	INDIVIDUAL QUARTER 3 MONTHS ENDED		CUMULATIVE QUARTER 6 MONTHS ENDED	
	CURRENT YEAR QUARTER 30 June 2016 RM'000	PRECEDING YEAR CORRESPONDING QUARTER 30 June 2015 RM'000	CURRENT YEAR PERIOD TO-DATE 30 June 2016 RM'000	PRECEDING YEAR CORRESPONDING PERIOD TO-DATE 30 June 2015 RM'000
Revenue	246,238	259,962	493,032	492,090
Cost of sales	(180,707)	(181,905)	(358,050)	(342,166)
Gross Profit	<u>65,531</u>	<u>78,057</u>	<u>134,982</u>	<u>149,924</u>
Other operating income/ (expenses)	2,720	786	(1,655)	3,396
Selling & administrative expenses	(44,850)	(47,621)	(84,748)	(94,406)
Finance costs	(1,740)	(2,992)	(3,416)	(5,919)
Net gain/(loss) on financial instruments at fair value	15	(198)	838	(182)
Profit/(Loss) Before Tax	<u>21,676</u>	<u>28,032</u>	<u>46,001</u>	<u>52,813</u>
Taxation - company & subsidiary	(6,325)	(4,003)	(10,002)	(8,278)
Net Profit/(Loss) For The Period	<u>15,351</u>	<u>24,029</u>	<u>35,999</u>	<u>44,535</u>
Net profit/(loss) attributable to:				
Owners of the parent	16,459	23,888	37,078	43,946
Non-controlling interests	(1,108)	141	(1,079)	589
	<u>15,351</u>	<u>24,029</u>	<u>35,999</u>	<u>44,535</u>
Earnings per share (Note B 12)				
- Basic (Sen)	2.04	4.66	4.59	8.57
- Diluted (Sen)	2.04	4.66	4.59	8.57

The Condensed Consolidated Income Statement should be read in conjunction with the Annual Financial Report for the year ended 31st December 2015 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 Second Quarter Ended 30 June 2016**

The figures have not been audited

	INDIVIDUAL QUARTER 3 MONTHS ENDED		CUMULATIVE QUARTER 6 MONTHS ENDED	
	CURRENT YEAR QUARTER	PRECEDING YEAR CORRESPONDING QUARTER	CURRENT YEAR PERIOD TO-DATE	PRECEDING YEAR CORRESPONDING PERIOD TO-DATE
	30 June 2016 RM'000	30 June 2015 RM'000	30 June 2016 RM'000	30 June 2015 RM'000
Net Profit/(Loss) For The Period	15,351	24,029	35,999	44,535
Other comprehensive income				
Currency translation differences	12,545	(6,875)	(19,063)	12,544
Changes in fair value of cash flow hedges	(2)	(335)	(14)	(85)
Other comprehensive income/(loss) net of tax	12,543	(7,210)	(19,077)	12,459
Total comprehensive income/(loss) for the period	27,894	16,819	16,922	56,994
Total comprehensive income/(loss) attributable to:				
Owners of the parent	29,002	16,678	18,001	56,405
Non-controlling interests	(1,108)	141	(1,079)	589
	27,894	16,819	16,922	56,994

The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Annual Financial Report for the year ended 31st December 2015 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 June 2016****The figures have not been audited**

	As at 30 June 2016 RM'000 (Unaudited)	As at 31 December 2015 RM'000 Audited
ASSETS		
Non-current assets		
Property, plant and equipment	863,860	846,072
Biological assets	24,237	26,900
Other intangible asset	108	127
Land use rights	36,319	37,066
Goodwill	18,629	19,510
	<u>943,153</u>	<u>929,675</u>
Current assets		
Investment	101	145
Inventories	203,803	218,276
Trade receivables	87,696	97,194
Other receivables, deposits & prepayments	34,054	66,588
Cash and cash equivalents	106,748	116,571
	<u>432,402</u>	<u>498,774</u>
TOTAL ASSETS	<u>1,375,555</u>	<u>1,428,449</u>
EQUITY AND LIABILITIES		
Equity attributable to owners of the Parent		
Share capital	211,606	141,073
Share premium	133,144	203,677
Treasury shares	(70)	(15)
Retained earnings	663,307	634,693
Other reserve	39,780	58,857
	<u>1,047,767</u>	<u>1,038,285</u>
Non-controlling interests	30,673	31,752
Total equity	<u>1,078,440</u>	<u>1,070,037</u>
Non-current liabilities		
Deferred tax liabilities	15,321	10,709
Long-term borrowings	57,836	37,229
Other payables	7,965	8,815
	<u>81,122</u>	<u>56,753</u>
Current liabilities		
Trade payables	40,210	55,576
Other payables and accruals	54,638	76,319
Short-term borrowings	116,081	161,479
Provision for taxation	5,026	7,409
Derivatives	38	876
	<u>215,993</u>	<u>301,659</u>
Total liabilities	<u>297,115</u>	<u>358,412</u>
TOTAL EQUITY AND LIABILITIES	<u>1,375,555</u>	<u>1,428,449</u>
<i>Net assets per share (RM) **</i>	<i>1.27</i>	<i>1.90</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 Annual Financial Report for the year ended 31st December 2015 and the accompanying explanatory notes attached to the interim financial statements.

EVERGREEN FIBREBOARD BERHAD (217120 W)

(Incorporated in Malaysia)

INTERIM FINANCIAL STATEMENTS

Condensed Consolidated Statements of Changes in Equity

For the Financial Period Ended 30 June 2016

The figures have not been audited

	Attributable to Owners of the Parent									
	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
6 months period ended 30 June 2016										
At 1 January 2016	141,073	203,677	(15)	383	45	58,429	634,693	1,038,285	31,752	1,070,037
Repurchase of treasury shares	-	-	(55)	-	-	-	-	(55)	-	(55)
Bonus issued	70,533	(70,533)	-	-	-	-	-	-	-	-
Total comprehensive income for the period	-	-	-	-	(14)	(19,063)	37,078	18,001	(1,079)	16,922
Dividends	-	-	-	-	-	-	(8,464)	(8,464)	-	(8,464)
At 30 June 2016	211,606	133,144	(70)	383	31	39,366	663,307	1,047,767	30,673	1,078,440
6 months period ended 30 June 2015										
At 1 January 2015	128,250	113,129	(15)	383	(149)	16,267	543,790	801,655	28,613	830,268
Total comprehensive income for the period	-	-	-	-	(85)	12,544	43,946	56,405	589	56,994
At 30 June 2015	128,250	113,129	(15)	383	(234)	28,811	587,736	858,060	29,202	887,262

The Condensed Consolidated Statements of Changes in Equity should be read in conjunction with the Annual Financial Report for the year ended 31st December 2015 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 Second Quarter Ended 30 June 2016****The figures have not been audited**

	6 MONTHS ENDED 30 June 2016 RM'000	6 MONTHS ENDED 30 June 2015 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	46,001	52,813
Adjustment for :-		
Non-cash items	36,051	29,564
Interest income	(874)	(458)
Interest expense	3,416	5,919
Operating profit before changes in working capital	<u>84,594</u>	<u>87,838</u>
Changes in working capital		
Net Change in inventory	14,473	(5,948)
Net Change in trade and other receivables	42,936	(6,334)
Net Change in trade and other payables	(37,899)	(9,189)
Total changes in working capital	<u>19,510</u>	<u>(21,471)</u>
Interest paid	(3,416)	(5,919)
Income taxes paid	(7,691)	(782)
	<u>(11,107)</u>	<u>(6,701)</u>
Net cash flow generated from/(used in) operating activities	<u>92,997</u>	<u>59,666</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
- Purchase of property, plant and equipment	(71,958)	(48,555)
- Proceeds from disposal of property, plant and equipment	1,565	1,156
- Interest received	874	458
Net cash flow generated from/(used in) investing activities	<u>(69,519)</u>	<u>(46,941)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
- Repurchase of treasury shares	(55)	-
- Dividend Paid	(8,464)	-
- Drawdown of borrowings	216,301	66,277
- Repayment of borrowings	(241,083)	(91,294)
Net cash flow generated from/(used in) financing activities	<u>(33,301)</u>	<u>(25,017)</u>
Net Change in Cash & Cash Equivalents	(9,823)	(12,292)
Cash and Cash Equivalents at beginning of period	116,571	73,909
Cash and Cash Equivalents at end of period	<u>106,748</u>	<u>61,617</u>
Cash and cash equivalents at the end of the financial period comprise the following:		
Cash and Cash Equivalents	106,748	61,617
	<u>106,748</u>	<u>61,617</u>

The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Annual Financial Report for the year ended 31st December 2015 and the accompanying explanatory notes attached to the interim financial statements.