

INTERIM FINANCIAL STATEMENTS

**Condensed Consolidated Income Statement**  
**For the Fourth Quarter Ended 31 December 2016**  
The figures have not been audited

	INDIVIDUAL QUARTER 3 MONTHS ENDED		CUMULATIVE QUARTER 12 MONTHS ENDED	
	CURRENT YEAR QUARTER 31 December 2016 RM'000	PRECEDING YEAR CORRESPONDING QUARTER 31 December 2015 RM'000	CURRENT YEAR PERIOD TO-DATE 31 December 2016 RM'000	PRECEDING YEAR CORRESPONDING PERIOD TO-DATE 31 December 2015 RM'000
<b>Revenue</b>	262,788	264,212	998,171	1,012,342
Cost of sales	(201,875)	(201,266)	(733,751)	(724,499)
<b>Gross Profit</b>	60,913	62,946	264,420	287,843
Other operating income	6,012	4,995	2,904	16,504
Selling & administrative expenses	(45,005)	(45,602)	(173,007)	(184,659)
Finance costs	(1,541)	(1,685)	(6,682)	(10,447)
Net gain/(loss) on financial instruments at fair value	10	308	876	(709)
<b>Profit/(Loss) Before Tax</b>	20,389	20,962	88,511	108,532
Taxation - company & subsidiary	(3,863)	286	(20,294)	(14,441)
<b>Net Profit/(Loss) For The Period</b>	16,526	21,248	68,217	94,091
Net profit/(loss) attributable to:				
Owners of the parent	17,483	19,372	71,441	90,904
Non-controlling interests	(957)	1,876	(3,224)	3,187
	16,526	21,248	68,217	94,091
Earnings per share (Note B 11 )				
Basic (Sen)	2.11	3.74	8.64	17.57
Diluted (Sen)	2.11	3.74	8.64	17.57

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 Fourth Quarter Ended 31 December 2016**

The figures have not been audited

	INDIVIDUAL QUARTER 3 MONTHS ENDED		CUMULATIVE QUARTER 12 MONTHS ENDED	
	CURRENT YEAR QUARTER	PRECEDING YEAR CORRESPONDING QUARTER	CURRENT YEAR PERIOD TO-DATE	PRECEDING YEAR CORRESPONDING PERIOD TO-DATE
	31 December 2016 RM'000	31 December 2015 RM'000	31 December 2016 RM'000	31 December 2015 RM'000
<b>Net Profit/(Loss) For The Period</b>	16,526	21,248	68,217	94,091
<b>Other comprehensive income</b>				
<i>Item that will not be reclassified subsequently to profit or loss</i>				
Remeasurement retirement benefits plan	1,106	-	1,106	-
<i>Item that may be reclassified subsequently to profit or loss</i>				
Currency translation differences	22,688	(7,699)	20,705	42,162
Changes in fair value of cash flow hedges	7	312	(6)	194
<b>Other comprehensive income/(loss) net of tax</b>	23,801	(7,387)	21,805	42,356
Total comprehensive income/(loss) for the period	40,327	13,861	90,022	136,447
Total comprehensive income/(loss) attributable to:				
Owners of the parent	41,284	28,761	93,246	133,260
Non-controlling interests	(957)	1,850	(3,224)	3,187
	40,327	13,861	90,022	136,447

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 31 December 2016****The figures have not been audited**

	<b>As at 31 December 2016 RM'000 (Unaudited)</b>	<b>As at 31 December 2015 RM'000 Audited</b>
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	976,409	846,072
Biological assets	26,800	26,900
Other intangible asset	104	127
Land use rights	36,242	37,066
Goodwill	16,377	19,510
	<u>1,055,932</u>	<u>929,675</u>
<b>Current assets</b>		
Investment	140	145
Inventories	210,974	218,276
Trade receivables	73,990	97,194
Other receivables, deposits & prepayments	37,900	66,588
Cash and cash equivalents	160,308	116,571
	<u>483,312</u>	<u>498,774</u>
<b>TOTAL ASSETS</b>	<b><u>1,539,244</u></b>	<b><u>1,428,449</u></b>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity attributable to owners of the Parent</b>		
Share capital	211,606	141,073
Share premium	133,144	203,677
Treasury shares	(393)	(15)
Retained earnings	698,776	634,693
Other reserve	79,556	58,857
	<u>1,122,689</u>	<u>1,038,285</u>
Non-controlling interests	28,528	31,752
<b>Total equity</b>	<b><u>1,151,217</u></b>	<b><u>1,070,037</u></b>
<b>Non-current liabilities</b>		
Deferred tax liabilities	18,865	10,709
Long-term borrowings	106,273	37,229
Other payables	8,916	8,815
	<u>134,054</u>	<u>56,753</u>
<b>Current liabilities</b>		
Trade payables	61,927	55,576
Other payables and accruals	87,594	76,319
Short-term borrowings	98,984	161,479
Provision for taxation	5,468	7,409
Derivatives	-	876
	<u>253,973</u>	<u>301,659</u>
<b>Total liabilities</b>	<b><u>388,027</u></b>	<b><u>358,412</u></b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b><u>1,539,244</u></b>	<b><u>1,428,449</u></b>
<i>Net assets per share (RM) **</i>	<i>1.39</i>	<i>2.07</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 2015 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 December 2016**  
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
	-----Non-distributable-----									
	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				
<b>12 months period ended 31 December 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
Repurchase of treasury shares	-	-	(378)	-	-	-	-	(378)	-	(378)
Bonus Issued	70,533	(70,533)	-	-	-	-	-	-	-	-
Profit for the financial year	-	-	-	-	-	-	71,441	71,441	(3,224)	68,217
Other comprehensive income for the financial year	-	-	-	-	(6)	20,705	1,106	21,805	-	21,805
Dividends	-	-	-	-	-	-	(8,464)	(8,464)	-	(8,464)
<b>At 31 December 2016</b>	<b>211,606</b>	<b>133,144</b>	<b>(393)</b>	<b>383</b>	<b>39</b>	<b>79,134</b>	<b>698,776</b>	<b>1,122,689</b>	<b>28,528</b>	<b>1,151,217</b>
<b>12 months period ended 31 December 2015</b>										
<b>At 1 January 2015</b>	128,250	113,130	(15)	383	(149)	16,267	543,789	801,655	28,613	830,268
Total comprehensive income for the period	-	-	-	-	194	42,162	90,904	133,260	3,187	136,447
Transactions with owners	12,823	90,547	-	-	-	-	-	103,370	(48)	103,322
<b>At 31 December 2015</b>	<b>141,073</b>	<b>203,677</b>	<b>(15)</b>	<b>383</b>	<b>45</b>	<b>58,429</b>	<b>634,693</b>	<b>1,038,285</b>	<b>31,752</b>	<b>1,070,037</b>

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 Fourth Quarter Ended 31 December 2016****The figures have not been audited**

	<b>31 December 2016 RM'000</b>	<b>31 December 2015 RM'000</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit before taxation	88,511	108,532
Adjustment for :-		
Non-cash items	87,439	82,585
Interest income	(1,670)	(1,058)
Interest expense	6,682	10,447
Operating profit before changes in working capital	<u>180,962</u>	<u>200,506</u>
<b>Changes in working capital</b>		
Net Change in inventory	7,302	(10,325)
Net Change in trade and other receivables	44,148	(40,364)
Net Change in trade and other payables	26,848	(4,648)
Total changes in working capital	<u>78,298</u>	<u>(55,337)</u>
Interest paid	(6,682)	(10,447)
Income taxes paid	(14,210)	(2,042)
	<u>(20,892)</u>	<u>(12,489)</u>
Net cash flow generated from/(used in) operating activities	<u>238,368</u>	<u>132,680</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
- Purchase of property, plant and equipment	(201,766)	(89,794)
- Proceeds from disposal of property, plant and equipment	7,765	2,257
- Interest received	1,670	1,058
Net cash flow generated from/(used in) investing activities	<u>(192,331)</u>	<u>(86,479)</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
- Increase in share capital	-	103,370
- Purchase of treasury shares	(378)	-
- Dividend Paid	(8,464)	(48)
- Drawdown of borrowings	422,261	251,873
- Repayment of borrowings	(415,719)	(358,734)
Net cash flow generated from/(used in) financing activities	<u>(2,300)</u>	<u>(3,539)</u>
Net Change in Cash & Cash Equivalents	43,737	42,662
Cash and Cash Equivalents at beginning of period	116,571	73,909
Cash and Cash Equivalents at end of period	<u>160,308</u>	<u>116,571</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.**