

**EVERGREEN FIBREBOARD BERHAD (217120 W)**

(Incorporated in Malaysia)

**INTERIM FINANCIAL STATEMENTS****Condensed Consolidated Statement of Comprehensive Income****For the Fourth Quarter Ended 31 December 2017**

(The figures have not been audited)

	INDIVIDUAL QUARTER 3 MONTHS ENDED		CUMULATIVE QUARTER 12 MONTHS ENDED	
	CURRENT YEAR QUARTER  31 December 2017 RM'000	PRECEDING YEAR CORRESPONDING QUARTER 31 December 2016 RM'000	CURRENT YEAR PERIOD TO-DATE 31 December 2017 RM'000	PRECEDING YEAR CORRESPONDING PERIOD TO-DATE 31 December 2016 RM'000
<b>Revenue</b>	255,706	262,412	1,024,322	997,795
Cost of sales	(210,052)	(198,293)	(800,311)	(730,169)
<b>Gross Profit</b>	45,654	64,119	224,011	267,626
Other operating income/(expenses)	15,574	10,129	13,804	7,021
Selling & administrative expenses	(42,000)	(47,293)	(164,251)	(175,295)
Finance costs	(848)	(1,642)	(6,060)	(6,783)
Net gain/(loss) on financial instruments at fair value	-	10	-	876
<b>Profit/(Loss) Before Tax</b>	18,380	25,323	67,504	93,445
Tax expense	(5,057)	(9,067)	(20,123)	(25,498)
<b>Net Profit/(Loss) For The Period</b>	13,323	16,256	47,381	67,947
Net profit/(loss) attributable to:				
Owners of the Company	13,356	17,721	45,192	71,679
Non-controlling interests	(33)	(1,465)	2,189	(3,732)
	13,323	16,256	47,381	67,947
Earnings per share (Note B 11 )				
- Basic (Sen)	1.58	2.14	5.34	8.67
- Diluted (Sen)	1.58	2.14	5.34	8.67

**The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2016 and the accompanying explanatory notes attached to the interim financial statements.**

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(Incorporated in Malaysia)

**INTERIM FINANCIAL STATEMENTS****Condensed Consolidated Statement of Comprehensive Income****For the Fourth Quarter Ended 31 December 2017**

(The figures have not been audited)

	INDIVIDUAL QUARTER 3 MONTHS ENDED		CUMULATIVE QUARTER 12 MONTHS ENDED	
	CURRENT YEAR QUARTER 31 December 2017 RM'000	PRECEDING YEAR CORRESPONDING QUARTER 31 December 2016 RM'000	CURRENT YEAR PERIOD TO-DATE 31 December 2017 RM'000	PRECEDING YEAR CORRESPONDING PERIOD TO-DATE 31 December 2016 RM'000
<b>Net Profit/(Loss) For The Period</b>	13,323	16,256	47,381	67,947
<b>Other comprehensive income</b>				
<i>Item that will not be reclassified subsequently to profit or loss</i>				
Remeasurement retirement benefits plan	-	1,246	-	1,246
<i>Item that may be reclassified subsequently to profit or loss</i>				
Exchange differences on translation of foreign operations	(11,675)	23,743	(12,062)	21,760
Fair value (loss)/gain on available-for-sale financial assets	(45)	7	(39)	(6)
<b>Other comprehensive income/(loss) net of tax</b>	(11,720)	24,996	(12,101)	23,000
<b>Total comprehensive income/(loss) for the period</b>	1,603	41,252	35,280	90,947
Total comprehensive income/(loss) attributable to:				
Owners of the Company	1,636	42,638	33,091	94,600
Non-controlling interests	(33)	(1,386)	2,189	(3,653)
	1,603	41,252	35,280	90,947

**The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Audited Financial Statements for the financial 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 Financial Position**

**As at 31 December 2017**

**(The figures have not been audited)**

	<b>As at 31 December 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	1,018,708	975,945
Land use rights	35,343	36,242
Biological assets	32,800	26,800
Goodwill	17,879	18,377
Other intangible asset	85	118
Deferred tax assets	4,671	13,391
Other investments	0	140
	<u>1,109,486</u>	<u>1,071,013</u>
<b>Current assets</b>		
Inventories	231,966	212,977
Trade receivables	87,769	76,455
Other receivables, deposits & prepayments	29,576	39,048
Current tax assets	2,013	1,186
Cash and cash equivalents	121,443	160,267
	<u>472,767</u>	<u>489,933</u>
<b>TOTAL ASSETS</b>	<b><u>1,582,253</u></b>	<b><u>1,560,946</u></b>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity attributable to owners of the Parent</b>		
Share capital	344,749	211,606
Share premium	-	133,143
Treasury shares	(393)	(393)
Retained earnings	727,324	699,052
Other reserves	68,510	80,611
	<u>1,140,190</u>	<u>1,124,019</u>
Non-controlling interests	30,374	28,123
<b>Total equity</b>	<b><u>1,170,564</u></b>	<b><u>1,152,142</u></b>
<b>Non-current liabilities</b>		
Deferred tax liabilities	43,413	38,165
Loans and borrowings	121,561	100,832
Other payables	10,238	8,561
	<u>175,212</u>	<u>147,558</u>
<b>Current liabilities</b>		
Trade payables	52,616	60,526
Other payables and accruals	87,131	92,077
Loans and borrowings	95,735	103,805
Current tax liabilities	995	4,838
	<u>236,477</u>	<u>261,246</u>
<b>Total liabilities</b>	<b><u>411,689</u></b>	<b><u>408,804</u></b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b><u>1,582,253</u></b>	<b><u>1,560,946</u></b>

<i>Net assets per share (RM) **</i>	<i>1.38</i>	<i>1.39</i>
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**\*\* 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 Audited Financial Statements for the financial 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 Statements of Changes in Equity**  
**For the Financial Period Ended 31 December 2017**  
(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			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 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	-	-	-	-	(39)	(12,062)	45,192	33,091	2,189	35,280
Acquisition of non-controlling interests	-	-	-	-	-	-	-	-	62	62
Adjustments for CA 2016 *	133,143	(133,143)	-	-	-	-	-	-	-	-
Dividends	-	-	-	-	-	-	(16,920)	(16,920)	-	(16,920)
<b>At 31 December 2017</b>	<b>344,749</b>	<b>-</b>	<b>(393)</b>	<b>383</b>	<b>-</b>	<b>68,127</b>	<b>727,324</b>	<b>1,140,190</b>	<b>30,374</b>	<b>1,170,564</b>
<b>12 months period ended 31 December 2016</b>										
<b>At 1 January 2016</b>	141,073	203,676	(15)	383	45	58,429	634,693	1,038,284	31,753	1,070,037
Profit for the financial year	-	-	-	-	-	-	71,679	71,679	(3,732)	67,947
Other comprehensive income for the financial period	-	-	-	-	(6)	21,760	1,167	22,921	79	23,000
Repurchase of treasury shares	-	-	(378)	-	-	-	-	(378)	-	(378)
Bonus issued	70,533	(70,533)	-	-	-	-	-	-	-	-
Changes in ownership interest in a subsidiary	-	-	-	-	-	-	(23)	(23)	23	-
Dividends	-	-	-	-	-	-	(8,464)	(8,464)	-	(8,464)
<b>At 31 December 2016</b>	<b>211,606</b>	<b>133,143</b>	<b>(393)</b>	<b>383</b>	<b>39</b>	<b>80,189</b>	<b>699,052</b>	<b>1,124,019</b>	<b>28,123</b>	<b>1,152,142</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 Audited Financial Statements for the financial 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 Fourth Quarter Ended 31 December 2017**

(The figures have not been audited)

	<b>31 December 2017 RM'000</b>	<b>31 December 2016 RM'000</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit before tax	67,504	93,445
Adjustments for :-		
Non-cash items	53,563	81,848
Interest income	(1,625)	(1,753)
Interest expense	6,060	6,783
Operating profit before changes in working capital	<u>125,501</u>	<u>180,323</u>
<b>Changes in working capital</b>		
Net Change in inventory	(24,988)	8,974
Net Change in trade and other receivables	(1,842)	46,943
Net Change in trade and other payables	(11,180)	21,423
Net cash flows from/(used in)	<u>(38,010)</u>	<u>77,340</u>
Interest paid	(6,060)	(6,783)
Income taxes paid	(11,029)	(15,101)
	<u>(17,088)</u>	<u>(21,884)</u>
Net cash flows from/(used in) operating activities	<u>70,403</u>	<u>235,779</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
- (Acquisition)/ disposal of additional interest in a subsidiary	(380)	-
- Purchase of property, plant and equipment	(145,071)	(201,271)
- Proceeds from disposal of property, plant and equipment	37,332	19,945
- Interest received	1,625	1,753
Net cash flows from/(used in) investing activities	<u>(106,493)</u>	<u>(179,573)</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
- Purchase of treasury shares	-	(378)
- Dividend Paid	(16,920)	(8,464)
- Drawdown of borrowings	112,591	417,851
- Repayment of borrowings	(98,405)	(421,519)
Net cash flows from/(used in) financing activities	<u>(2,734)</u>	<u>(12,510)</u>
Net increase/(decrease) in Cash & Cash Equivalents	(38,824)	43,696
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>121,443</u>	<u>160,267</u>

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