

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE FIRST QUARTER ENDED 30 JUNE 2012
(THE FIGURES HAVE NOT BEEN AUDITED)

	Current Quarter		3 Months Cumulative	
	Current Year Quarter 30/06/12 RM'000	Preceding Year Corresponding Quarter 30/06/11 RM'000	Current Year To Date 30/06/12 RM'000	Preceding Year Corresponding Period 30/06/11 RM'000
Revenue	72,907	91,046	72,907	91,046
Cost of sales	(42,449)	(44,717)	(42,449)	(44,717)
Gross profit	30,458	46,329	30,458	46,329
Interest income	1,169	1,364	1,169	1,364
Other income	6	40	6	40
Administrative expenses	(3,574)	(3,870)	(3,574)	(3,870)
Selling and marketing expenses	(271)	(346)	(271)	(346)
Other operating expenses	(4,270)	(4,790)	(4,270)	(4,790)
Finance costs	-	(380)	-	(380)
Share of profit of associates	1,066	1,358	1,066	1,358
Profit before tax	24,584	39,705	24,584	39,705
Income tax expense	(5,869)	(9,418)	(5,869)	(9,418)
Profit net of tax	18,715	30,287	18,715	30,287
Other comprehensive income, net of tax				
Foreign currency translation	787	2,049	787	2,049
Other comprehensive income for the period	787	2,049	787	2,049
Total comprehensive income for the period	19,502	32,336	19,502	32,336
Profit attributable to :				
Owners of the parent	17,548	26,877	17,548	26,877
Non-controlling interests	1,167	3,410	1,167	3,410
Profit for the period	18,715	30,287	18,715	30,287
Total comprehensive income attributable to :				
Owners of the parent	18,335	28,926	18,335	28,926
Non-controlling interests	1,167	3,410	1,167	3,410
Total comprehensive income for the period	19,502	32,336	19,502	32,336
Earnings per share attributable to owners of the parent				
Basic/diluted earnings per share (sen)	21.81	33.40	21.81	33.40

(The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Audited Financial Statements for the year ended 31 March 2012 and the accompanying explanatory notes attached to the interim financial statements)

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	As at End Of Current Quarter 30/06/12 (unaudited)	As at Preceding Financial Year End 31/03/12 (audited)
	RM'000	RM'000
ASSETS		
Non-Current Assets		
Property, plant & equipment	38,018	38,913
Biological assets	66,565	67,186
Investment properties	69,341	69,720
Goodwill on consolidation	510	510
Interest in associates	28,581	27,515
Deferred tax assets	4,529	4,522
	207,544	208,366
Current Assets		
Inventories	66,367	61,222
Trade receivables	51,712	44,212
Other receivables	13,779	16,452
Due from related companies	-	1
Cash and bank balances	215,935	216,900
	347,793	338,787
TOTAL ASSETS	555,337	547,153
EQUITY AND LIABILITIES		
Equity attributable to owners of the parent		
Share capital	82,427	82,427
Share premium	534	534
Treasury shares	(3,604)	(3,604)
Other reserves	1,332	545
Retained earnings	372,835	355,287
	453,524	435,189
Non-controlling interest	21,611	20,444
Total Equity	475,135	455,633
Non-Current Liabilities		
Borrowings	2,037	2,037
Retirement benefit obligations	1,165	1,146
Deferred tax liabilities	-	-
	3,202	3,183
Current Liabilities		
Borrowings	-	-
Trade payables	40,122	54,100
Other payables	27,375	25,442
Tax payable	9,429	8,726
Due to related companies	74	69
	77,000	88,337
Total Liabilities	80,202	91,520
TOTAL EQUITY AND LIABILITIES	555,337	547,153
Net assets per share attributable to ordinary equity holders of the Company (RM)	5.64	5.41

(The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the year ended 31 March 2012 and the accompanying explanatory notes attached to the interim financial statements)

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE FIRST QUARTER ENDED 30 JUNE 2012**

	Attributable to Owners of the Parent						Distributable			Total Equity RM'000	
	Share Capital RM'000	Share Premium RM'000	Treasury Shares RM'000	Other Reserves RM'000	Asset Revaluation Reserve RM'000	Foreign Translation Reserve RM'000	Equity Contribution From Parent RM'000	Retained Earnings RM'000	Total RM'000		Non- controlling Interests RM'000
At 01 April 2011	82,427	534	(3,604)	(3,047)	1,530	(4,577)	-	304,504	380,814	20,049	400,863
Total comprehensive income for the period	-	-	-	2,049	-	2,049	-	26,877	28,926	3,410	32,336
At 30 June 2011	82,427	534	(3,604)	(998)	1,530	(2,528)	-	331,381	409,740	23,459	433,199
At 01 April 2012	82,427	534	(3,604)	545	1,530	(4,669)	3,684	355,287	435,189	20,444	455,633
Total comprehensive income for the period	-	-	-	787	-	787	-	17,548	18,335	1,167	19,502
At 30 June 2012	82,427	534	(3,604)	1,332	1,530	(3,882)	3,684	372,835	453,524	21,611	475,135

(The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Audited Financial Statements for the year ended 31 March 2012 and the accompanying explanatory notes attached to the interim financial statements)

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE FIRST QUARTER ENDED 30 JUNE 2012**

	3 months ended	
	30/06/12	30/06/11
	RM'000	RM'000
CASH FLOW FROM OPERATING ACTIVITIES		
Profit before tax	24,584	39,705
Adjustments for:		
Depreciation for property, plant and equipment	3,083	2,914
Depreciation of investment properties	378	378
Amortisation of biological assets	1,039	1,097
Impairment loss on trade receivables	877	-
Write back of impairment loss on trade receivables	-	(53)
Writedown of inventories	-	37
Reversal of inventories written down	(77)	-
Provision for retirement benefit obligations	19	8
Gain on disposal of property, plant and equipment	-	(34)
Share of results of associate	(1,066)	(1,358)
Interest expense	-	380
Interest income	(1,169)	(1,364)
Operating profit before working capital changes	27,668	41,710
(Increase)/decrease in receivables	(5,711)	2,810
Increase in inventories	(5,068)	(4,643)
Increase/(decrease) in related companies balances	6	(647)
(Decrease)/increase in payables	(12,045)	6,194
Cash generated from operations	4,850	45,424
Tax paid	(5,187)	(2,625)
Retirement benefit paid	(5)	(3)
Net cash (used in)/generated from operating activities	(342)	42,796
CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(2,059)	(1,090)
Additions to biological assets	(16)	-
Proceeds from disposal of property, plant and equipment	-	34
Interest received	1,169	1,364
Net cash (used in)/generated from investing activities	(906)	308
CASH FLOW FROM FINANCING ACTIVITIES		
Interest paid	-	(380)
Net cash used in financing activities	-	(380)
CASH AND CASH EQUIVALENTS		
Net (decrease)/increase in cash and cash equivalents	(1,248)	42,724
Effect of foreign exchange rate changes in cash and cash equivalents	283	688
Cash and cash equivalents balances at beginning of period	216,900	168,801
Cash and cash equivalents at end of period	215,935	212,213
CASH AND CASH EQUIVALENTS COMPRISE OF :		
Cash and bank balances	6,587	16,581
Deposits with licensed banks	209,348	195,632
	215,935	212,213

(The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Audited Financial Statements for the year ended 31 March 2012 and the accompanying explanatory notes attached to the interim financial statements)

PART A - Explanatory notes pursuant to FRS 134

A1. Basis of Preparation and Accounting Policies

The interim statements are unaudited and have been prepared in accordance with the requirements of FRS 134: Interim Financial Reporting and paragraph 9.22 of the Listing Requirements of the Bursa Securities.

The interim financial statements should be read in conjunction with the audited financial statements for the year ended 31 March 2012. The explanatory notes attached to the interim financial statements provide an explanation of events and transactions that are significant to the understanding of the changes in the financial position and performance of the Group since the financial year ended 31 March 2012.

A2. Significant Accounting Policies

The significant accounting policies adopted are consistent with those of the statutory financial statements for the financial year ended 31 March 2012 except for the adoption of the following new and revised Financial Reporting Standards ("FRSs"), Amendments to FRSs and IC Interpretations.

(a) Adoption of FRSs, Amendments to FRSs and IC Interpretations

On 1 April 2012, the Group adopted the following FRSs, Amendments to FRSs, IC Interpretations and Amendments to IC Interpretations:

- IC Interpretation 19 Extinguishing Financial Liabilities with Equity Instruments
- Amendments to IC Interpretation 14: Prepayments of a Minimum Funding Requirement
- Amendments to FRS 1: Severe Hyperinflation and Removal of Fixed Dates
for First-time Adopters
- Amendments to FRS 7: Transfers of Financial Assets
- Amendments to FRS 112: Deferred Tax: Recovery of Underlying Assets
- FRS 124 Related Party Disclosures

The adoption of the above FRSs, Amendments to FRS and IC Interpretations did not have any effect on the financial performance or presentation of the financial statements of the Group.

A2. Significant Accounting Policies (Contd.)

(b) Standards and Interpretations issued but not yet effective

The Group has not earlier adopted the following new and amended FRS and IC Interpretations that are not yet effective:

	Effective for annual period beginning on or after
Amendments to FRS 101: Presentation of Items of Other Comprehensive Income	1 July 2012
FRS 10 Consolidated Financial Statements	1 January 2013
FRS 11 Joint Arrangements	1 January 2013
FRS 12 Disclosure of interests in Other Entities	1 January 2013
FRS 13 Fair Value Measurement	1 January 2013
FRS 119 Employee Benefits	1 January 2013
FRS 127 Separate Financial Statements	1 January 2013
FRS 128 Investment in Associate and Joint Ventures	1 January 2013
IC Interpretation 20 Stripping Costs in the Production Phase of a Surface Mine	1 January 2013
Amendments to FRS 7: Disclosures – Offsetting Financial Assets and Financial Liabilities	1 January 2013
Amendments to FRS 132: Offsetting Financial Assets and Financial Liabilities	1 January 2014
FRS 9 Financial Instruments	1 January 2015

Adoption of the FRSs, Amendments to FRS and Interpretations above are expected to have no significant impact on the financial statements of the Group and the Company in the period of initial application.

(c) Malaysian Financial Reporting Standards (MFRS Framework)

On 19 November 2011, the Malaysian Accounting Standards Board (MASB) issued a new MASB approved accounting framework, the Malaysian Financial Reporting Standards (MFRS Framework).

The MFRS Framework is to be applied by all entities other than private entities for annual periods beginning on or after 1 January 2012, with the exception of entities that are within the scope of MFRS 141 Agriculture (MFRS 141) and IC Interpretation 15 Agreements for Construction of Real Estate (IC 15), including its parent, significant investor and venturer (herein called 'Transitioning Entities').

Transitioning Entities will be allowed to defer adoption of the new MFRS Framework and continue to use the existing Financial Reporting Standards (FRS) Framework for an additional one year. The adoption of the MFRS Framework by Transitioning Entities will be mandatory for annual periods beginning on or after 1 April 2014.

The Group falls within the scope definition of Transitioning Entities and have opted to defer adoption of the new MFRS Framework. Accordingly, the Group will be required to prepare financial statements using the MFRS Framework in its first MFRS financial statements for the year ending 31 March 2015. In presenting its first MFRS financial statements, the Group will be required to restate the comparative financial statements to amounts reflecting the application of MFRS Framework. The majority of the adjustments required on transition will be made, retrospectively, against opening retained profits.

Currently, the Group is in the process of assessing the gap between current Group accounting policies and the requirements of MFRS Framework and expects to be in a position to fully comply with the requirements of the MFRS Framework for the financial year ending 31 March 2015.

A3. Audit Qualification

The preceding annual financial statements of the Group were not subject to any audit qualification.

A4. Seasonality or cyclical of the interim operations.

The production of security and confidential documents is influenced by cyclical changes in volume of certain products whilst the oil palm production and processing division is affected by seasonal crop production, weather conditions and fluctuating commodity prices.

A5. Unusual items

There were no items affecting assets, liabilities, equity, net income or cash flows that are unusual because of their nature, size or incidence.

A6. Changes in estimates

There were no changes or estimates that have a material effect to the current quarter's results.

A7. Issuances, cancellation, repurchases, resale and repayment of debt and equity securities.

There were no issuances, cancellation, repurchases, resale and repayment of debt and equity securities for the current financial year to date.

A8. Dividends paid

There were no dividends paid in the current quarter (last year: nil).

A9. Segmental Information

	<i>3 Months Cumulative</i>			
	Current Year Todate		Preceding Year	
	30/06/12		Corresponding Period 30/06/11	
	Revenue RM'000	Profit Before Tax RM'000	Revenue RM'000	Profit Before Tax RM'000
Segments				
Production and trading of security and confidential documents	52,110	15,273	52,314	15,408
Oil palm production and processing	19,813	7,767	37,754	22,701
Property management	1,346	297	1,270	289
Others	-	181	-	(51)
	<u>73,269</u>	<u>23,518</u>	<u>91,338</u>	<u>38,347</u>
Share of results of associate	-	1,066	-	1,358
	<u>73,269</u>	<u>24,584</u>	<u>91,338</u>	<u>39,705</u>
Eliminations	(362)	-	(292)	-
Group Results	<u>72,907</u>	<u>24,584</u>	<u>91,046</u>	<u>39,705</u>

A10. Profit Before Tax

The following amounts have been included in arriving at profit before tax:

	<i>Quarter ended</i>		<i>3 Months Cumulative</i>	
	<u>30/06/12</u>	<u>30/06/11</u>	<u>30/06/12</u>	<u>30/06/11</u>
	RM'000	RM'000	RM'000	RM'000
Other income				
Management fees	6	6	6	6
Gain on disposal of property, plant and equipment	-	34	-	34
Operating expenses				
Depreciation and amortisation	4,500	4,389	4,500	4,389
^A Foreign exchange loss/(gain)	115	89	115	89
Impairment loss on trade receivables	877	-	877	-
Write back of impairment loss on trade receivables	-	(53)	-	(53)
Inventories written down	-	37	-	37
Reversal of inventories written down	(77)	-	(77)	-

A11. Valuation of property, plant and equipment

The carrying amounts of property, plant and equipment have been brought forward without amendment from the previous audited financial statements.

A12. Subsequent events

There were no material events subsequent to the end of the current quarter.

A13. Changes in the composition of the Group

There were no changes in the composition of the Group for the current quarter and financial period to date.

A14. Changes in contingent liabilities and contingent assets

There were no contingent liabilities or contingent assets since the last annual balance sheet (other than changes in material litigation disclosed in Note B9).

A15. Capital Commitments

	<u>As at</u> <u>30/06/12</u> RM'000
Property, plant and equipment	
Approved and contracted for	51
Approved but not contracted for	12,894
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Share of capital commitments of associated companies:	
Approved and contracted for:	
Property, plant and equipment	12,713
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A16. Acquisition of Property, Plant and Equipment

As at the end of the financial period to date, the Group has acquired the following assets.

	Current Year To date 30/06/12 RM'000
Plant and machinery	56
Motor vehicles	142
Buildings	1,692
Office equipment and fittings	169
	<u>2,059</u>

A17. Related Party Transactions

	Current Year To date 30/06/12 RM'000
Kumpulan Fima Berhad, penultimate holding company	
Rental income receivable	(124)
Related by virtue of having common director/(s)/shareholder/(s) :	
Nationwide Express Courier Services Berhad	
Rental income receivable	(24)
Purchases made - Delivery services	26
Related by virtue of having common director/(s)/shareholder/(s) :	
TD Technologies Sdn Bhd	
Purchases made - Software rental	40
First Zanzibar Sdn Bhd	
Purchases made - IT support	10
Associated Company :	
Giesecke & Devrient Malaysia Sdn Bhd	
Management services receivable	<u>(6)</u>

A18. Inventories

During the quarter, there was no significant write-down or write-back of inventories.

PART B - Explanatory notes pursuant to Bursa Malaysia Listing Requirements:**Chapter 9, Appendix 9B, Part A**

B1. Review of Performance

Group	Year Totdate		Variance	
	30/06/12	30/06/11	RM'000	%
	RM'000	RM'000		
Revenue	72,907	91,046	(18,139)	(19.9)
Profit before tax	24,584	39,705	(15,121)	(38.1)

For the 1st quarter, the Group's revenue decreased to RM72.9 million from RM91.0 million recorded in the corresponding period last year, a shortfall of RM18.1 million or 19.9%. The decrease was mainly attributable to lower revenue generated from oil palm production and processing.

On the back of lower revenue, pretax profit recorded for the period under review was RM24.6 million, representing a decrease of RM16.1 million or 38.1% over the same period last year.

Production and trading of security and confidential documents	Year Totdate		Variance	
	30/06/12	30/06/11	RM'000	%
	RM'000	RM'000		
Revenue	52,110	52,314	(204)	(0.4)
Profit before tax	15,273	15,408	(135)	(0.9)

Revenue from production and trading of security and confidential documents decreased marginally by 0.4% to RM52.1 million from RM52.3 million last year, resulting in RM135,000 or 0.9% decrease in pretax profit compared to the corresponding period last year.

Oil palm production and processing	Year Totdate		Variance	
	30/06/12	30/06/11	RM'000	%
	RM'000	RM'000		
Revenue	19,813	37,754	(17,941)	(47.5)
Profit before tax	7,767	22,701	(14,934)	(65.8)

Revenue from oil palm production and processing was RM17.9 million or 47.5% lower than the corresponding period last year. The shortfall was mainly attributable to lower sales volume of crude palm oil (CPO) and zero sales of crude palm kernel oil (CPKO) in the period under review. Sale of 7,205 mt CPO at RM2,725/mt (average net CIF selling price net of duty) was recorded todate whilst 12,586 mt of CPO at RM2,738/mt and 1,501 mt CPKO at RM3,498 were sold in the corresponding period last year. Due to the lower revenue recorded, RM7.8 million pretax profit was registered, a shortfall of RM14.9 million over last year.

Property Management	Year Totdate		Variance	
	30/06/12	30/06/11	RM'000	%
	RM'000	RM'000		
Revenue	1,346	1,270	76	6.0
Profit before tax	297	289	8	2.8

Performance of the property management division remained constant with no significant changes.

B2. Material change in profit before taxation for the quarter reported as compared with the preceding quarter

	Current	Preceding	Variance	
	Quarter	Quarter	RM'000	%
	RM'000	RM'000	RM'000	%
Group				
Revenue	72,907	67,297	5,610	8.3
Profit before tax	24,584	23,690	894	3.8

During the quarter under review, the Group posted a revenue of RM72.9 million with a pretax profit of RM24.6 million as compared to RM23.7 million profit on the back of RM67.3 million in the preceding quarter.

	Current	Preceding	Variance	
	Quarter	Quarter	RM'000	%
	RM'000	RM'000	RM'000	%
Production and trading of security and confidential documents				
Revenue	52,110	45,998	6,112	13.3
Profit before tax	15,273	13,288	1,985	14.9

Production of security and confidential documents revenue increased by RM6.1 million or 13.3% from the preceding quarter, mainly due to improved volume for travel documents. In line with the increase in revenue, pretax profit improved by RM2.0 million for the current quarter.

	Current	Preceding	Variance	
	Quarter	Quarter	RM'000	%
	RM'000	RM'000	RM'000	%
Oil palm production and processing				
Revenue	19,813	20,367	(554)	(2.7)
Profit before tax	7,767	8,031	(264)	(3.3)

Revenue from this segment for the current quarter at RM19.8 million was RM554,000 or 2.7% lower than the preceding quarter. A pretax profit of RM7.8 million was posted, a decline of RM264,000 or 3.3% compared to preceding quarter.

B3. Prospects

The production and trading of security and confidential documents shall continue to focus on product enhancement and operational efficiency. For the remaining quarters of the financial year, this segment is expected to perform satisfactorily.

The performance of oil palm production and processing will generally be dependent on CPO prices and weather conditions. Notwithstanding this, the outlook of this segment remains positive.

B4. Variance of actual profit from forecast profit

The Group did not issue any profit forecast and/or guarantees to the public.

B5. Taxation

	Current Quarter 30/06/12 <u>RM'000</u>	Current Year Todate 30/06/12 <u>RM'000</u>
Tax charge	5,869	5,869

The effective tax rate on Group's profit todate is marginally lower than the statutory tax rate.

B6. (a) Corporate proposals

There are no corporate proposals announced but not completed at the date of this report.

(b) Utilisation of proceeds raised from any corporate proposal.

Not applicable.

B7. Borrowings

As at the end of the reporting period, the Group has no bank borrowings except for RM2.0 million (2012: RM2.0 million) redeemable convertible loan stocks subscribed by the Non-controlling interests.

B8. Realised/unrealised profits/(losses)

	As at 30/06/12 <u>RM'000</u>	As at 31/03/11 <u>RM'000</u>
Total retained profits/(accumulated losses) of Fima Corporation Berhad and its subsidiaries:		
- Realised	348,732	329,313
- Unrealised	<u>(9,364)</u>	<u>(9,251)</u>
	339,368	320,062
Total share of retained profits/(accumulated losses) from associated company:		
- Realised	22,315	21,208
- Unrealised	<u>(3,734)</u>	<u>(3,693)</u>
	18,581	17,515
Add : Consolidation adjustments	14,886	17,710
Total group retained profits as per consolidated accounts	<u>372,835</u>	<u>355,287</u>

B9. Changes in material litigation

Following the termination of the Tenancy Agreement by Malaysia Airports Holding Berhad ("MAHB") on 11 May 2000, the Company as the Principal Tenant had issued a termination notice dated 15 May 2000 to all its respective sub-tenants at Airtel Complex, Subang.

Pursuant to the above, on 28 September 2001, the Company was served a Writ of Summons dated 9 August 2001 from a tenant ("Plaintiff") claiming for a compensation sum of approximately RM2.12 million being their renovation costs and general damages. The Board had sought the opinion from the solicitors who were of the opinion that there should be no compensation payable to the Plaintiff as the demised premise was acquired by a relevant authority which was provided in the Tenancy Agreement between the Company and the Plaintiff.

On 11 November 2008, the Court had disposed off this matter summarily in favour of the plaintiff and on 4 March 2009, the Company had filed its Record of Appeal to the Court of Appeal to appeal against the decision. The Company had made full provision for the compensation claim of RM2.12 million during the financial year ended 31 March 2009.

On 27 September 2011, the Court of Appeal had allowed the Company's appeal against the decision handed down by the High Court and directed that the matter be remitted back to the High Court for a full trial.

B10. Dividend

For the current quarter under review, no dividend has been proposed and declared (last year: nil).

B11. Earnings per share

	<i>Individual Quarter</i>		<i>Cumulative Quarter</i>	
	Current Year Quarter 30/06/12	Preceding Year Corresponding Quarter 30/06/11	Current Year To Date 30/06/12	Preceding Year Corresponding Period 30/06/11
Earnings				
Profit attributable to owners of the Company (RM'000)	17,548	26,877	17,548	26,877
Basic Earning per Share				
Weighted average number of ordinary shares in issue	80,470,710	80,470,710	80,470,710	80,470,710
Basic earnings per share (sen)	21.81	33.40	21.81	33.40

BY ORDER OF THE BOARD

LEE MO LENG
MOHD YUSOF BIN PANDAK YATIM
Company Secretaries

Kuala Lumpur
Date : 29 August 2012