

**COCOALAND HOLDINGS BERHAD (Co. No. 516019-H)**

(Incorporated in Malaysia)

Financial Year End : 31 December 2009  
 Quarter : Third Quarter

Quarterly report on results for the 3rd quarter ended 30 September 2009. These figures have not been audited.

**CONDENSED CONSOLIDATED INCOME STATEMENT**

	<u>INDIVIDUAL QUARTER</u>		<u>CUMULATIVE QUARTER</u>	
	<u>Current Year Quarter 30.09.2009 RM'000</u>	<u>Preceding Year Quarter 30.09.2008 RM'000</u>	<u>Current Year To Date 30.09.2009 RM'000</u>	<u>Preceding Year To Date 30.09.2008 RM'000</u>
Revenue	29,712	30,638	97,768	94,974
Cost Of Sales	<u>(20,555)</u>	<u>(23,291)</u>	<u>(65,354)</u>	<u>(74,038)</u>
<b>Gross Profit</b>	<b>9,157</b>	<b>7,347</b>	<b>32,414</b>	<b>20,936</b>
Other Income	29	69	626	434
Distribution Costs	(2,844)	(2,279)	(6,460)	(6,536)
Administrative Expenses	(1,660)	(2,494)	(7,015)	(7,386)
Finance Costs	(25)	(35)	(84)	(119)
Share Of Profit/(Loss) Of Associates	<u>(187)</u>	<u>(372)</u>	<u>(569)</u>	<u>(729)</u>
<b>Profit Before Tax</b>	<b>4,470</b>	<b>2,236</b>	<b>18,912</b>	<b>6,600</b>
Income Tax Expenses	<u>(1,117)</u>	<u>(799)</u>	<u>(4,412)</u>	<u>(1,840)</u>
<b>Profit For The Period</b>	<b><u>3,353</u></b>	<b><u>1,437</u></b>	<b><u>14,500</u></b>	<b><u>4,760</u></b>
Attributable To:				
Equity Holders Of The Parent	3,353	1,437	14,500	4,760
Minority Interest	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
	<u>3,353</u>	<u>1,437</u>	<u>14,500</u>	<u>4,760</u>
<b>Earnings Per Share Attributable To Equity Holders Of The Parent</b>				
: Basic Earnings Per Share (Sen)	2.79	1.20	12.08	3.97

Notes :

The Condensed Financial Statements should be read in conjunction with the accompanying explanatory notes attached to the financial statements.

**COCOALAND HOLDINGS BERHAD (Co. No. 516019-H)**

(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED BALANCE SHEET****AS AT 30 SEPTEMBER 2009**

(These figures have not been audited)

	<b>As At End Of Current Quarter (Unaudited) 30.09.2009 RM'000</b>	<b>As At Preceding Financial Year (Audited) 31.12.2008 RM'000</b>
<b>ASSETS</b>		
<b>Non-Current Assets</b>		
Property, Plant And Equipment	47,565	45,543
Prepaid Lease Payments	9,093	9,232
Investment	1	1
Investment In An Associated Company	3,280	3,828
	<u>59,939</u>	<u>58,604</u>
<b>Current Assets</b>		
Inventories	18,736	14,619
Trade Receivables	19,748	21,828
Tax Recoverable	-	1,428
Other Debtors, Deposit & Prepayment	4,030	828
Fixed Deposit With Licensed Bank	14,235	10,370
Cash & Bank Balances	6,494	5,751
	<u>63,243</u>	<u>54,824</u>
<b>TOTAL ASSETS</b>	<u><u>123,182</u></u>	<u><u>113,428</u></u>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity Attributable To Equity Holders Of The Parent</b>		
Share Capital	60,000	60,000
Share Premium	194	194
Revenue Reserves	37,990	27,990
Exchange Translation Reserves	29	53
Total Equity	<u>98,213</u>	<u>88,237</u>
<b>Non-Current Liabilities</b>		
Hire Purchase Creditors	111	118
Term Loans	581	1,203
Deferred Taxation	2,778	3,242
	<u>3,470</u>	<u>4,563</u>
<b>Current Liabilities</b>		
Trade Payables	14,045	15,689
Other Creditors & Accruals	4,523	3,657
Hire Purchase Creditors	22	61
Term Loan	812	813
Taxation	2,097	408
	<u>21,499</u>	<u>20,628</u>
<b>Total Liabilities</b>	<u>24,969</u>	<u>25,191</u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<u><u>123,182</u></u>	<u><u>113,428</u></u>
Net Assets (NA) Per Share (RM)	0.82	0.74

**COCOALAND HOLDINGS BERHAD (Co. No. 516019-H)**

(Incorporated in Malaysia)

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**

	<---Non Distributable--->			<--Distributable-->	
	Share Capital	Share Premium	Exchange Translation Reserve	Retained Profit	Total
<b>9 months ended 30 September 2008</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
<b>As at 1 January 2008</b>	60,000	194	-	22,857	83,051
Net profit for the period	-	-	-	4,760	4,760
<b>As at 30 September 2008</b>	<u>60,000</u>	<u>194</u>	<u>-</u>	<u>27,617</u>	<u>87,811</u>
<b>9 months ended 30 September 2009</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
<b>As at 1 January 2009</b>	60,000	194	53	27,990	88,237
Foreign currency translation differences			(24)	-	(24)
Net profit for the period	-	-	-	14,500	14,500
Interim dividend	-	-	-	(4,500)	(4,500)
<b>As at 30 September 2009</b>	<u>60,000</u>	<u>194</u>	<u>29</u>	<u>37,990</u>	<u>98,213</u>
				-	-

**COCOALAND HOLDINGS BERHAD (Co. No. 516019-H)**

(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED CASH FLOW STATEMENT  
FOR THE 9 MONTHS ENDED 30 SEPTEMBER 2009  
(These figures have not been audited)**

	<b>Cumulative Current Year To Date 30.09.2009 RM'000</b>	<b>Cumulative Preceding Year To Date 30.09.2008 RM'000</b>
<b>Cash Flow From Operating Activities</b>		
Profit Before Taxation	18,912	6,600
Adjustments for:-		
Share of losses of associates	569	729
Allowance for doubtful debts	90	729
Depreciation of property, plant and equipment	3,570	3,506
Amortisation of prepaid lease payments	138	112
(Gain)/Loss on disposal of property, plant & equipment	(4)	(67)
Property, plant and equipment written off	-	1
Interest expense	84	122
Interest income	(234)	(232)
Operating profit before working capital changes	<u>23,125</u>	<u>11,500</u>
(Increase)/Decrease in inventories	(4,117)	250
(Increase)/Decrease in receivables	(1,122)	(441)
(Decrease)/Increase in payables	(778)	1,206
Cash generated from operations	<u>17,108</u>	<u>12,515</u>
Interest received	234	232
Interest paid	(84)	(122)
Tax refunded	-	45
Tax paid	(1,918)	(2,459)
Dividends paid	(4,500)	-
<b>Net Cash Provided By Operating Activities</b>	<u><b>10,840</b></u>	<u><b>10,211</b></u>
Investment in associated company	-	(2,436)
Purchase of property, plant and equipment	(5,712)	(3,977)
Proceeds from disposal of property, plant and equipment	164	67
<b>Net Cash Used In Investing Activities</b>	<u><b>(5,548)</b></u>	<u><b>(6,346)</b></u>
Repayment of hire-purchase creditors	(43)	(60)
Repayment of term loans	(622)	(573)
<b>Net Cash Used In Financing Activities</b>	<u><b>(665)</b></u>	<u><b>(633)</b></u>
Net Change in Cash And Cash Equivalents	4,627	3,232
Effects of Exchange Rate changes	(19)	-
Cash And Cash Equivalents At Beginning Of The Period	16,121	12,908
<b>Cash And Cash Equivalents At End Of The Period *</b>	<u><b>20,729</b></u>	<u><b>16,140</b></u>
<b>* Cash &amp; cash equivalents consists of:</b>		
Fixed deposit with licensed banks	459	1,299
Short term deposits with licensed banks	13,776	11,391
Cash and bank balances	6,494	3,450
	<u><b>20,729</b></u>	<u><b>16,140</b></u>

**Part A: Explanatory Notes In Compliance With Financial Reporting Standard (“FRS”)  
134: Interim Financial Reporting**

**A1. Basis Of Preparation**

The interim financial statements are unaudited and have been prepared in accordance with the requirements of Financial Reporting Standard (“FRS”) 134: Interim Financial Reporting and paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad (“Bursa Securities”).

The interim financial statements should be read in conjunction with the audited financial statements for year ended 31 December 2008. The explanatory notes attached to the interim financial statements provide an explanation of events and transactions that are significant to an understanding of the changes in financial position and performance of the Group since the year ended 31 December 2008.

**A2. Accounting Policies**

The significant accounting policies and method of computation adopted by the Group in these interim financial statements are consistent with those adopted in the most recent audited financial statements of the Group.

**A3. Qualification of Financial Statements**

The audited report of the preceding annual financial statements was not subjected to any qualification.

**A4. Seasonal or Cyclical Factors**

The Group’s business operation results were not materially affected by any seasonal or cyclical factors.

**A5. Nature and Amount of Unusual Items**

There were no unusual items affecting assets, liabilities, equity, net income or cash flows during the current quarter under review.

**A6. Nature and Amount of Changes in Estimates**

There were no changes in the estimates of amounts reported that have a material effect in the current quarter.

**COCOALAND HOLDINGS BERHAD** (Co. No. 516019-H)Quarterly Unaudited Results Of The Group For The 3<sup>rd</sup> Quarter Ended 30 September 2009**A7. Dividend Paid**

During the quarter under review, the first interim dividend of 5.0 sen per ordinary share, less Malaysian income tax at 25%, on 120,000,000 ordinary shares, amounting to RM4,500,000 in respect of financial year ending 31 December 2009, was paid on 25 September 2009.

**A8. Debt and Equity Securities**

There was no issuance, cancellations, repurchases, resale and repayment of debt and equity securities for the current financial quarter.

**A9. Segmental Reporting**

Group – By Geographical

	Revenue RM'000	Profit/(Loss) Before Taxation RM'000	Assets Employed RM'000
<b>01.01.2009 to 30.09.2009</b>			
Malaysia	162,701	27,378	119,439
China	593	(658)	3,743
	163,294	26,720	123,182
Elimination	(65,526)	(7,808)	-
Group	97,768	18,912	123,182
<b>01.01.2008 to 30.09.2008</b>			
Malaysia	158,596	6,597	106,801
China	-	(819)	4,738
	158,596	5,778	111,539
Elimination	(63,622)	822	-
Group	94,974	6,600	111,539

The Group operates principally in the business of manufacturing and trading of processed and preserved foods, drinks and other related foodstuffs. Accordingly, information by segment on the Group's operation is not presented.

**A10. Valuations of Property, Plant and Equipment**

The property, plant and equipment except for freehold land are stated at cost/valuation less accumulated depreciation and impairment losses. There was no revaluation of property, plant and equipment for the current quarter and financial year to date.

The valuation of property, plant and equipment of the Group have been brought forward without amendment from the financial statements for the year ended 31 December 2008.

**A11. Subsequent Material Events**

There were no material events subsequent to the reporting period up to 20 November 2009 (latest practicable date which is not earlier than 7 days from the date of issue of this quarterly report) which have not been reflected in the financial statements for the quarter under review.

**A12. Changes in the Composition of the Group**

There were no material changes in the composition of the Group for the current financial quarter under review.

**A13. Contingent Liabilities or Contingent Assets**

As at 20 November 2009 (being a date not earlier than 7 days from the date of issue of this report), there were no material contingent liabilities incurred by the Group, which upon becoming enforceable, may have a material impact on the financial position of the Group.

**A14. Capital Commitments**

The amount of capital commitments not provided for in the financial statements as at 30 September 2009 are as follows:-

	RM'000
1. Approved and contracted for the purchase of property, plant and equipment	9,309
2. Share of capital commitments of jointly controlled entity (i.e. US\$1,000,000 into Coco (Fujian) Foods Company Limited, China)	3,500

**Part B: Additional Explanatory Notes In Compliance With Listing Requirements Of The Bursa Malaysia Securities Berhad**

**B1. Review of Performance**

For the financial period under review, the Group recorded a revenue and profit before taxation of RM97.8 million and RM18.9 million and as compared to the corresponding period revenue of RM95.0 million and profit before taxation of RM6.6 million respectively.

The increase in demand for the export segments had resulted in a higher turnover. The significant increase in profit before tax was mainly due to increase in revenue from higher margin products and improved production efficiency during the period under review.

**B2. Comparison with Immediate Preceding Quarter's Results**

	<b>Current Year Quarter RM'000</b>	<b>Immediate Preceding Quarter RM'000</b>	<b>Difference  %</b>
Revenue	29,712	32,897	-9.7%
Profit before taxation	4,470	7,144	-37.4%

Revenue of the Group decreased to RM29.7 million for the current quarter which represents 9.7% lower than that of RM32.9 million achieved in the immediate preceding quarter.

The pre-tax profit of the current quarter has decreased by 37.4% to RM4.5 million. The decline is due to higher advertisement expense incurred (RM1.7 million during the current quarter as compared to only RM0.2 million in preceding quarter) and long festive holidays. The financial result in 3<sup>rd</sup> quarter is usually the lowest as compared with other quarters for past years.

**B3. Commentary Prospects**

The Board foresees the local food and beverage industry to remain resilient with intense competition in domestic and overseas markets. Plans have been undertaken to expand production capacity to meet expected increase in demand on existing and new products to be launched. The Board expects that the Group will continue its growth for the financial year ending 31 December 2009.



**COCOALAND HOLDINGS BERHAD** (Co. No. 516019-H)Quarterly Unaudited Results Of The Group For The 3<sup>rd</sup> Quarter Ended 30 September 2009**B4. Profit Forecast Or Profit Guarantee**

The disclosure requirements for explanatory notes for the variance of actual profit after tax and minority interest and forecast profit after tax and minority interest and for the shortfall in profit guarantee are not applicable.

**B5. Taxation**

	<u>Individual Quarter</u>		<u>Cumulative Quarter</u>	
	<u>Current Year Quarter</u>	<u>Preceding Year Quarter</u>	<u>Current Year To Date</u>	<u>Preceding Year To Date</u>
	<b>30.09.2009</b>	<b>30.09.2008</b>	<b>30.09.2009</b>	<b>30.09.2008</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
<b>Income taxation:</b>				
• Current period estimate	1,515	862	4,855	1,907
• Prior year	0	1	21	(3)
<b>Deferred taxation :</b>				
• Transferred to/(from) deferred taxation	(398)	(64)	(464)	(64)
	<b>1,117</b>	<b>799</b>	<b>4,412</b>	<b>1,840</b>

The effective tax rate of the Group for the period under review was lower than the statutory tax rate of 25% mainly due to the utilization of reinvestment allowances claimed on qualifying expenditure.

**B6. Sale of Unquoted Investments and/or Properties**

The Group has not disposed of any investments in any unquoted investments and/or properties during the current quarter and financial year-to-date.

**B7. Quoted Securities**

There was no purchase or disposal of quoted securities for the current financial period to date.

**COCOALAND HOLDINGS BERHAD** (Co. No. 516019-H)Quarterly Unaudited Results Of The Group For The 3<sup>rd</sup> Quarter Ended 30 September 2009

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**B8. Status of Corporate Proposals**

As at 20 November 2009 (the latest practicable date which is not earlier than 7 days from the date of issue of this quarterly report), the Group does not have any corporate proposal, which has been announced but not completed.

**B9. Group Borrowings**

The Group's borrowings (all denominated in Ringgit Malaysia) as at the end of the reporting quarter are as follows:-

	<b>As At 30.09.09 RM'000</b>	<b>As At 30.09.08 RM'000</b>
<b>Short-term borrowings-secured :-</b>		
- Hire purchase	22	9
- Term loan	812	782
- Bank overdraft	0	0
<b>TOTAL SHORT TERM (A)</b>	<b>834</b>	<b>791</b>
<b>Long-term borrowing-secured :-</b>		
- Hire purchase	111	0
- Term loan	581	1,424
<b>TOTAL LONG TERM (B)</b>	<b>692</b>	<b>1,424</b>
<b>TOTAL (A) + (B)</b>	<b>1,526</b>	<b>2,215</b>

**B10. Off Balance Sheet Financial Instruments**

There were no financial instruments with off balance sheet risk at the date of this quarterly report.

**B11. Material Litigation**

There was no material litigation at the date of this quarterly report.

**COCOALAND HOLDINGS BERHAD** (Co. No. 516019-H)Quarterly Unaudited Results Of The Group For The 3<sup>rd</sup> Quarter Ended 30 September 2009**B12. Dividend Payable**

The Board has declared a second interim dividend of 2.5 sen per ordinary share less 25% income tax (30 September 2008: 4.0 sen) on 120,000,000 ordinary shares, amounting to RM2,250,000 in respect of the financial year ending 31 December 2009 and payable on 31 December 2009.

**B13. Earnings per share**

The earnings per share for the quarter and cumulative year to date are computed as follows:-

	<u>Individual Quarter</u>		<u>Cumulative Quarter</u>	
	<u>Current Year Quarter</u>	<u>Preceding Year Quarter</u>	<u>Current Year To Date</u>	<u>Preceding Year To Date</u>
	<b>30.09.2009</b>	<b>30.09.2008</b>	<b>30.09.2009</b>	<b>30.09.2008</b>
Profit for the period (RM'000)	3,353	1,437	14,500	4,760
Number of ordinary shares of RM0.50 each ('000)	120,000	120,000	120,000	120,000
Basic earnings per share (sen)	2.79	1.20	12.08	3.97
Diluted earnings per share (sen)*	N.A.	N.A.	N.A.	N.A.

\* The Group has no potential ordinary shares in issue, therefore diluted earnings per share has not been presented.

By Order Of The Board

**Liew Fook Meng**  
Executive Director  
Dated: 23.11.2009