

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

(Incorporated in Malaysia)

Financial Year End : 31 December 2011
 Quarter : Fourth Quarter

Quarterly report on results for the 4th quarter ended 31 December 2011. These figures have not been audited.

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current Year Quarter 31.12.2011 RM'000	Preceding Year Quarter 31.12.2010 RM'000	Current Year To Date 31.12.2011 RM'000	Preceding Year To Date 31.12.2010 RM'000
Revenue	51,401	38,445	173,994	142,259
Cost Of Sales	(35,923)	(31,229)	(130,676)	(108,486)
Gross Profit	15,478	7,216	43,318	33,773
Other Income	893	439	2,622	1,021
Distribution Costs	(3,826)	(3,397)	(12,429)	(12,550)
Administrative Expenses	(2,707)	(2,759)	(11,848)	(13,716)
Finance Costs	(2)	(3)	(4)	(9)
Share Of Loss Of Associates	-	86	-	(216)
Profit Before Taxation	9,836	1,582	21,659	8,303
Income Tax Expenses	(1,119)	2,704	(2,467)	1,516
Total Comprehensive Income	8,717	4,286	19,192	9,819
Attributable To:				
- Equity Holders Of The Parent	8,717	4,286	19,192	9,819
- Non-controlling Interest	-	-	-	-
	<u>8,717</u>	<u>4,286</u>	<u>19,192</u>	<u>9,819</u>

Earnings Per Share Attributable To Equity Holders Of The Parent

: Basic Earnings Per Share (Sen) 5.08 3.23 11.19 7.39

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 STATEMENT OF FINANCIAL POSITION
AS OF 31 DECEMBER 2011**

(These figures have not been audited)

	As At End Of Current Quarter (Unaudited) 31.12.2011	As At Preceding Financial Year (Audited) 31.12.2010
	RM'000	RM'000
ASSETS		
Non-Current Assets		
Property, Plant And Equipment	101,043	78,165
Investment	1	1
	<u>101,044</u>	<u>78,166</u>
Current Assets		
Inventories	25,336	19,440
Trade Receivables	40,904	25,965
Tax Recoverable	1,705	2,063
Other Debtors, Deposit & Prepayment	7,075	5,584
Fixed Deposit With Licensed Bank	39,411	62,907
Cash & Bank Balances	3,575	8,241
	<u>118,006</u>	<u>124,200</u>
TOTAL ASSETS	<u><u>219,050</u></u>	<u><u>202,366</u></u>
EQUITY AND LIABILITIES		
Equity Attributable To Equity Holders Of The Parent		
Share Capital	85,800	85,800
Share Premium	44,355	44,355
Revenue Reserves	58,484	46,027
Exchange Translation Reserves	31	31
Total Equity	<u>188,670</u>	<u>176,213</u>
Non-Current Liabilities		
Deferred Income Tax Liabilities	73	77
	<u>73</u>	<u>77</u>
Current Liabilities		
Trade Payables	22,768	17,517
Other Creditors & Accruals	7,360	8,501
Hire Purchase Creditors	-	58
Current Income Tax Liabilities	179	-
	<u>30,307</u>	<u>26,076</u>
TOTAL LIABILITIES	<u>30,380</u>	<u>26,153</u>
TOTAL EQUITY AND LIABILITIES	<u><u>219,050</u></u>	<u><u>202,366</u></u>
Net Assets (NA) Per Share (RM)	1.10	1.03

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
12 months ended 31 December 2010	RM'000	RM'000	RM'000	RM'000	RM'000
As at 1 January 2010	60,000	194	32	40,933	101,159
Foreign currency translation differences			(1)	-	(1)
Total comprehensive income	-	-	-	9,819	9,819
Private placements	25,800	45,048		-	70,848
Private placements expenses	-	(887)		-	(887)
Interim dividend of 5% less 25% income tax paid on 6 April 2010	-	-	-	(2,250)	(2,250)
Interim dividend of 5% less 25% income tax paid on 30 June 2010	-	-	-	(2,475)	(2,475)
As at 31 December 2010	85,800	44,355	31	46,027	176,213
					-
					-
12 months ended 31 December 2011	RM'000	RM'000	RM'000	RM'000	RM'000
As at 1 January 2011	85,800	44,355	31	46,027	176,213
Foreign currency translation differences			-	-	-
Total comprehensive income	-	-	-	19,192	19,192
Interim dividend of 3.8% less 25% income tax paid on 11 April 2011	-	-	-	(2,445)	(2,445)
Interim tax exempt (single-tier) dividend of 5% paid on 30 December 2011	-	-	-	(4,290)	(4,290)
As at 31 December 2011	85,800	44,355	31	58,484	188,670

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

(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOW
FOR THE 12 MONTHS ENDED 31 DECEMBER 2011
(These figures have not been audited)**

	Cumulative Current Year To Date 31.12.2011 RM'000	Cumulative Preceding Year To Date 31.12.2010 RM'000
Cash Flow From Operating Activities		
Profit Before Taxation	21,659	8,303
Adjustments for:-		
Share of losses of associates	-	216
Allowance for doubtful debts no longer required	(44)	(427)
Allowance for doubtful debts	110	348
Depreciation of property, plant and equipment	7,720	7,066
Preliminary expenses written off	-	2
Unrealised (gain)/ loss on foreign exchange	(315)	79
Gain on disposal of property, plant & equipment	(179)	(141)
Loss on disposal of investment	-	1,615
Property, plant and equipment written off	19	57
Exchange translation reserves	-	(1)
Interest expense	4	9
Interest income	(1,536)	(380)
Operating profit before working capital changes	<u>27,438</u>	<u>16,746</u>
Increase in inventories	(5,896)	(1,905)
Increase in receivables	(16,304)	(452)
Increase in payables	4,111	5,444
Cash generated from operations	<u>9,349</u>	<u>19,833</u>
Interest received	1,536	380
Interest paid	(4)	(9)
Tax refunded	364	-
Tax paid	(2,176)	(4,571)
Dividends paid	(6,735)	(4,725)
Net Cash Provided By Operating Activities	<u>2,334</u>	<u>10,908</u>
Preliminary expenses	-	(2)
Purchase of property, plant and equipment	(30,739)	(26,107)
Proceeds from disposal of property, plant and equipment	301	1,265
Proceeds from disposal of investment	-	388
Net Cash Used In Investing Activities	<u>(30,438)</u>	<u>(24,456)</u>
Private placements	-	70,848
Private placement expenses	-	(887)
Repayment of hire-purchase creditors	(58)	(60)
Repayment of term loans	-	(26)
Net Cash (Used In)/Provided By Financing Activities	<u>(58)</u>	<u>69,875</u>
Net Change in Cash And Cash Equivalents	(28,162)	56,327
Cash And Cash Equivalents At Beginning Of The Period	71,148	14,821
Cash And Cash Equivalents At End Of The Period *	<u>42,986</u>	<u>71,148</u>
* Cash & cash equivalents consists of:		
Fixed deposit with licensed banks	31,053	59,251
Short term deposits with licensed banks	8,358	3,656
Cash and bank balances	3,575	8,241
	<u>42,986</u>	<u>71,148</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 2010. 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 2010.

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, except for the adoption of the following.

FRSs	Effective date
FRS 2(amendments), Share-based Payment	1.1.2011
FRS 3, Business Combinations (revised)	1.1.2011
FRS 5(amendments), Non-current Assets Held for Sales & Discontinued Operations	1.1.2011
FRS 138(amendments), Intangible Assets	1.1.2011

The adoptions of the above standards do not have any material impact on the 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.

COCOALAND HOLDINGS BERHAD (Co. No. 516019-H)Quarterly Unaudited Results Of The Group For The 4th Quarter Ended 31 December 2011

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.

A7. Dividend Paid

During the quarter under review, the first interim tax exempt (single-tier) dividend of 2.5 sen per ordinary share on 171,600,000 ordinary shares, amounting to RM4,290,000 in respect of financial year ended 31 December 2011, was paid on 30 December 2011.

A8. Debt and Equity Securities

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

A9. Segmental Reporting

Group – By Geographical

	Revenue	Profit	Assets
	RM'000	Before Taxation	Employed
		RM'000	RM'000
01.01.2011			
to			
31.12.2011			
Malaysia	268,205	34,223	218,257
China	2,201	311	793
	270,406	34,534	219,050
Elimination	(96,412)	(12,875)	-
Group	173,994	21,659	219,050

COCOALAND HOLDINGS BERHAD (Co. No. 516019-H)Quarterly Unaudited Results Of The Group For The 4th Quarter Ended 31 December 2011

	Revenue	Profit	Assets
	RM'000	Before Taxation	Employed
		RM'000	RM'000
01.01.2010			
to			
31.12.2010			
Malaysia	225,122	9,607	201,259
China	1,384	12	1,107
	226,506	9,619	202,366
Elimination	(84,247)	(1,316)	-
Group	142,259	8,303	202,366

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 2010.

A11. Subsequent Material Events

There were no material events subsequent to the reporting period up to 21 February 2012 (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 statement 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.

COCOALAND HOLDINGS BERHAD (Co. No. 516019-H)Quarterly Unaudited Results Of The Group For The 4th Quarter Ended 31 December 2011**A13. Contingent Liabilities or Contingent Assets**

There were no changes in other contingent liabilities or contingent assets since the last annual balance sheet as at 31 December 2010.

A14. Capital Commitments

The outstanding amount of capital commitments as at 31 December 2011 are as follows:-

	RM'000
Property, plant and equipment :- - Approved and contracted for	21,648

A15. Significant Related Party Transactions

The Group has the following significant transactions with the related parties during the periods:-

	Current Year Quarter RM'000	Preceding Year Quarter RM'000
Prepare, package, pack and deliver Fraser and Neave Limited group of companies' products :- - Sales - Purchase of ingredients*	6,048 2,518	1,640 169

* The purchase of ingredients are exclusively used for the preparing of the Fraser and Neave Limited group of companies products.

The above transactions had been entered into in the ordinary course of business on normal commercial terms with Fraser and Neave Limited group of companies. These transactions are within the ambit of the mandate approved by the shareholders of the Company on 21 June 2011.

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

B1. Review of Performance

In the financial period under review, the Group posted a 22% year-on-year revenue growth from RM142.3 million to RM174.0 million; this was mainly due to increased selling price and trading volume of our Fruit Gummy and Beverage production lines. However, during the year, the Malaysian Ringgit has also been steadily strengthening against the US dollar. Consequently the impact of increased selling price on revenue growth was partially negated by the stronger Malaysian Ringgit.

The Group achieved profit before taxation of RM21.7 million, an increase of RM13.4 million or 161% from the previous corresponding period. This improvement in profit was attributable to the increase of sales revenue and production efficiency, especially from the Beverage section, which the Group incurred substantial startup cost during last financial year, higher fixed deposit interest received coupled with lower operating cost during the current period.

B2. Comparison with Immediate Preceding Quarter's Results

	Current Year Quarter RM'000	Immediate Preceding Quarter RM'000	Difference %
Revenue	51,401	39,921	+28.7%
Profit before taxation	9,836	2,926	+236.1%

Revenue of the Group increased to RM51.4 million for the current quarter which represents a 28.7% increase from the RM39.9 million achieved in the immediate preceding quarter. The pre-tax profit of the current quarter increased by RM6.9 million or 236.1% to RM9.8 million.

The positive turnover growth was contributed mainly by higher demand especially in Fruit Gummy and Beverage products. The significant increase in profit before taxation was mainly due to higher margin sales mix and improvement in cost effectiveness from our Beverage production lines during the quarter under review.

COCOALAND HOLDINGS BERHAD (Co. No. 516019-H)Quarterly Unaudited Results Of The Group For The 4th Quarter Ended 31 December 2011**B3. Commentary On Prospects**

The Group faces greater challenges in view of the volatile material costs and intense competition in domestic and export markets. The regional economy and consumer sentiment may be impacted adversely by the uncertain global economic conditions at present.

The Group shall put in extra effort in brand building. New production facilities for Fruit Gummy and Hard Candy lines will be fully installed in new financial year 2012, which will widen the Group's existing customer base with increased production capacity and this will further reinforce the Group's presence both locally and overseas.

Barring any unforeseen circumstances, the Board is optimistic of achieving satisfactory result in financial year 2012.

B4. Profit Forecast or Profit Guarantee

The Group did not issue any profit forecast or profit estimate previously in any public document.

B5. Income Tax

	<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>
	31.12.2011	31.12.2010	31.12.2011	31.12.2010
	RM'000	RM'000	RM'000	RM'000
Income tax:				
• Current period estimate	1,456	451	2,455	1,285
• Prior year	(10)	5	16	435
Deferred taxation :				
• Transferred (from)/ to deferred taxation	(327)	(3,160)	(4)	(3,236)
	1,119	(2,704)	2,467	(1,516)

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

COCOALAND HOLDINGS BERHAD (Co. No. 516019-H)Quarterly Unaudited Results Of The Group For The 4th Quarter Ended 31 December 2011**B6. Status of Corporate Proposals**

(a) Status of Corporate Proposals :-

There were no corporate proposals announced but not completed as at 21 February 2012 which is not earlier than 7 days form the date of issue of this quarterly report.

(b) Status of Utilization of Proceeds :-

SUBSCRIPTION BY FRASER & NEAVE HOLDINGS BHD (“F&N”) OF 39,600,000 NEW ORDINARY SHARES OF RM0.50 EACH IN COCOALAND, REPRESENTING APPROXIMATELY 23.08% OF THE ENLARGED ISSUED AND PAID-UP SHARE CAPITAL OF COCOALAND, AT AN ISSUE PRICE OF RM1.38 PER SHARE

On 25 November 2010, the Company issued 39,600,000 new ordinary shares of RM0.50 each through a Private Placement at issue price of RM1.38 per share. The latest utilization of proceeds as of 31 December 2011 is as below:-

Purposes	Proposed Utilization (RM'000)	Actual Utilization (RM'000)	Transfer To Working Capital (RM'000)	Balance (RM'000)	Intended Timeframe for Utilisation after the share subscription
1) Acquisition of machinery	36,000	(11,690)	-	24,310	Within 21 months
2) Acquisition of property	10,000	(7,936)	(2,064)*	Nil	Within 6 months
3) Working capital	8,538	(10,614)	2,076*	Nil	Within 6 months
4) Estimated expenses relating to the share subscription	110	(98)	(12)*	Nil	Upon completion
TOTAL	54,648	(30,338)	-	24,310	

* Any increase or decrease in the actual expenses related to the share subscription would be clawed back from or to the working capital

COCOALAND HOLDINGS BERHAD (Co. No. 516019-H)Quarterly Unaudited Results Of The Group For The 4th Quarter Ended 31 December 2011**B7. Group Borrowings**

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

	As At 31.12.2011 RM'000	As At 31.12.2010 RM'000
Short-term borrowings-secured :-		
- Hire purchase	0	58
- Term loan	0	0
TOTAL SHORT TERM (A)	0	58
Long-term borrowing-secured :-		
- Hire purchase	0	0
- Term loan	0	0
TOTAL LONG TERM (B)	0	0
TOTAL (A) + (B)	0	58

B8. Material Litigation

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

B9. Financial Instruments

(a) Derivatives :-

The Group doesn't have any derivatives which need to be disclosed in this reporting period.

(b) Gains/(losses) Arising From Fair Value Changes Of Financial Liabilities :-

There was no gain/(loss) arising from fair value changes in financial liabilities in this reporting period.

B10. Dividend Payable

The Board of Directors has declared a second interim tax exempt (single-tier) dividend of 3.0 sen per ordinary share (31 December 2010: 1.9 sen) on 171,600,000 ordinary shares, amounting to RM5,148,000 in respect of the financial year ended 31 December 2011, which will be paid on 16 April 2012. The entitlement date for the above-mentioned interim dividend is on 19 March 2012.

The total dividend of the current financial year is 5.5 sen per ordinary share.

COCOALAND HOLDINGS BERHAD (Co. No. 516019-H)Quarterly Unaudited Results Of The Group For The 4th Quarter Ended 31 December 2011**B11. 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>
	31.12.2011	31.12.2010	31.12.2011	31.12.2010
Profit for the period (RM'000)	8,717	4,286	19,192	9,819
Weighted average number of ordinary shares of RM0.50 each ('000)	171,600	132,891	171,600	132,891
Basic earnings per share (sen)	5.08	3.23	11.18	7.39
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.*

B12. Supplementary Information on the breakdown of realised and unrealised profits or losses

The following analysis of realized and unrealized retained profits is prepared pursuant to Paragraph 2.06 and 2.23 of Bursa Malaysia Securities Berhad Listing Requirements and in accordance with the Guidance on Special Matter No.1 – Determination of Realised and Unrealised Profits or Losses as issued by the Malaysian Institute of Accountants. This disclosure is based on the format prescribed by Bursa Malaysia Securities Berhad.

	As at 31.12.2011 RM'000	As at 31.12.2010 RM'000
Total retained profits of the Company and its subsidiaries		
- Realised	87,252	79,015
- Unrealised	(295)	69
Less: Consolidation adjustments	(28,473)	(33,057)
Retained profit as per financial statement	58,484	46,027

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

Quarterly Unaudited Results Of The Group For The 4th Quarter Ended 31 December 2011

B13. Profit before tax is stated after charging/(crediting) :-

	<u>Current Quarter</u> RM'000
Interest income	(325)
Depreciation of property, plant and equipment	2,063
Gain on disposal of property, plant and equipment	(16)
Gain on foreign exchange	
- realized	(114)
- unrealized	(315)

By Order Of The Board

Tai Chun Wah

Executive Director

Dated: 27 February 2012