



**Condensed Consolidated Statements of Comprehensive Income
For The Period Ended 31 March 2012**

	Note	3 months Ended		9 months Ended	
		31.03.12 RM'000	31.03.11 RM'000	31.03.12 RM'000	31.03.11 RM'000
Revenue	8	262,596	243,170	945,196	853,668
Cost of Sales		(226,785)	(204,519)	(822,691)	(709,870)
Gross Profit		35,811	38,651	122,505	143,798
Other Items of Income					
Interest Income		496	238	828	485
Other Operating Income		(612)	6,188	2,586	7,593
Other Items of Expense					
Selling Expenses		(11,082)	(8,230)	(32,933)	(24,227)
Administrative Expenses		(14,481)	(11,515)	(32,180)	(32,103)
Finance Costs		(5,407)	(6,681)	(15,868)	(21,721)
Profit Before Tax	17	4,725	18,651	44,938	73,825
Income Tax Expense	20	(2,506)	(3,820)	(9,806)	(13,820)
Profit For The Period	8	2,219	14,831	35,132	60,005
Other Comprehensive Income:					
(Loss)/Gain on Fair Value Changes in Derivatives		(1,624)	(711)	(4,085)	797
Foreign Currency Translation		(11,817)	(3,307)	6,579	(9,979)
Other Comprehensive (Loss)/Income, Net of Tax		(13,441)	(4,018)	2,494	(9,182)
Total Comprehensive (Loss)/Income For The Period		(11,222)	10,813	37,626	50,823
Profit For The Period Attributable To:					
Owners of the Parent		2,230	14,884	35,240	60,253
Non-controlling Interest		(11)	(53)	(108)	(248)
Profit For The Period		2,219	14,831	35,132	60,005
Total Comprehensive (Loss)/Income Attributable To:					
Owners of the Parent		(11,211)	10,866	37,734	51,071
Non-controlling Interest		(11)	(53)	(108)	(248)
Total Comprehensive (Loss)/Income For The Period		(11,222)	10,813	37,626	50,823
Earnings Per Share Attributable to Owners Of The Parent (Sen Per Share):					
Basic	26 (a)	0.72	4.78	11.31	19.33
Diluted	26 (b)	0.72	4.68	11.31	18.98

The condensed consolidated statements of comprehensive income should be read in conjunction with the audited financial statements for the year ended 30 June 2011 and the accompanying explanatory notes attached to the interim financial statements.



Condensed Consolidated Statements of Financial Position
As At 31 March 2012

	Note	As at 31.03.12 RM'000	(Restated) As at 30.06.11 RM'000 (Audited)
ASSETS			
Non-Current Assets			
Property, plant and equipment	9	1,036,524	1,012,870
Biological assets	9	642,255	635,996
Investment properties	9	9,732	9,732
Land use rights		15,569	15,167
Deferred tax assets		1,789	1,789
Other receivables		19,092	17,444
		<u>1,724,961</u>	<u>1,692,998</u>
Current Assets			
Inventories		166,278	235,171
Derivative financial instruments		108	4,413
Trade receivables		96,416	79,177
Other receivables		28,998	17,211
Tax recoverable		14,080	5,807
Cash and bank balances		107,152	118,884
		<u>413,032</u>	<u>460,663</u>
TOTAL ASSETS		<u><u>2,137,993</u></u>	<u><u>2,153,661</u></u>
EQUITY AND LIABILITIES			
Equity attributable to equity holders of the parent			
Share capital		155,839	155,839
Share premium		53,727	53,727
Retained earnings	22	340,941	336,869
Other reserves		660,528	658,034
		<u>1,211,035</u>	<u>1,204,469</u>
Minority interests		346	454
Total Equity		<u><u>1,211,381</u></u>	<u><u>1,204,923</u></u>
Non-Current Liabilities			
Borrowings	23	163,708	178,664
Deferred tax liabilities		112,800	113,799
		<u>276,508</u>	<u>292,463</u>
Current Liabilities			
Borrowings	23	554,733	544,014
Trade payables		84,203	88,196
Other payables		11,168	24,065
		<u>650,104</u>	<u>656,275</u>
Total Liabilities		<u><u>926,612</u></u>	<u><u>948,738</u></u>
TOTAL EQUITY AND LIABILITIES		<u><u>2,137,993</u></u>	<u><u>2,153,661</u></u>

The condensed consolidated statements of financial position should be read in conjunction with the audited financial statements for the year ended 30 June 2011 and the accompanying explanatory notes attached to the interim financial statements.



Condensed Consolidated Statements of Changes in Equity
For The Period Ended 31 March 2012

	← Non-Distributable		Distributable		← Attributable to Owners of the Company			Equity Attributable to Owners of the Parent, Total RM'000	Non-controlling Interests RM'000	Total Equity RM'000
					← Non-Distributable →					
	Share Capital RM'000	Share Premium RM'000	Retained Earnings RM'000	Other Reserves Total RM'000	Asset Revaluation Reserve RM'000	Fair Value Adjustment Reserve RM'000	Foreign Currency Translation Reserve RM'000			
At 1 July 2010	155,839	53,727	251,426	501,060	500,201	-	859	962,052	437	962,489
Effects of adopting FRS 139	-	-	220	-	-	-	-	220	-	220
As restated	155,839	53,727	251,646	501,060	500,201	-	859	962,272	437	962,709
Total comprehensive income	-	-	60,253	(9,182)	-	797	(9,979)	51,071	(248)	50,823
Dividend paid on ordinary shares	-	-	(6,233)	-	-	-	-	(6,233)	-	(6,233)
At 31 March 2011	155,839	53,727	305,666	491,878	500,201	797	(9,120)	1,007,110	189	1,007,299
At 1 July 2011	155,839	53,727	336,869	658,034	658,973	4,193	(5,132)	1,204,469	454	1,204,923
Total comprehensive income	-	-	35,240	2,494	-	(4,085)	6,579	37,734	(108)	37,626
Dividend paid on ordinary shares	-	-	(31,168)	-	-	-	-	(31,168)	-	(31,168)
At 31 March 2012	155,839	53,727	340,941	660,528	658,973	108	1,447	1,211,035	346	1,211,381

The condensed consolidated statements of changes in equity should be read in conjunction with the audited financial statements for the year ended 30 June 2011 and the accompanying explanatory notes attached to the interim financial statements.



Condensed Consolidated Statements of Cash Flows
For the Period Ended 31 March 2012

	Note	9 months Ended	
		31.03.12 RM'000	31.03.11 RM'000
OPERATING ACTIVITIES			
Profit before taxation		44,938	73,825
<u>Adjustments for:</u>			
Amortisation on discount of sukuk ijarah	17	375	375
Depreciation of property, plant and equipment	17	23,170	20,827
Gain on disposal of property plant and equipment	17	(190)	-
Provision for inventories written off	17	8	38
Interest income	17	(828)	(485)
Interest expense	17	15,493	21,346
Operating profit before changes in working capital		82,966	115,926
<u>Changes in working capital:</u>			
Net change in non-current assets		(1,648)	1,782
Net change in current assets		39,859	(4,818)
Net change in current liabilities		(16,670)	(44,588)
Cash flows from operations		104,507	68,302
Income tax paid		(19,079)	(7,190)
Interest paid		(15,868)	(21,721)
Net cash flows from operating activities		69,560	39,391
INVESTING ACTIVITIES			
Purchase of property, plant and equipment		(39,544)	(10,846)
Proceeds from disposal of property, plant and equipment		911	-
Interest received		828	485
Net cash used in investing activities		(37,805)	(10,361)
FINANCING ACTIVITIES			
Dividends paid		(31,168)	(6,233)
Net repayment of bank borrowings		(4,237)	(7,629)
Net cash used in financing activities		(35,405)	(13,862)
Net (decrease)/increase in cash and cash equivalents		(3,650)	15,168
Effect of exchange rate changes		(8,082)	(7,346)
Cash and cash equivalents at beginning of period		118,884	53,417
Cash and cash equivalents at end of period		107,152	61,239

The condensed consolidated statements of cash flows should be read in conjunction with the audited financial statements for the year ended 30 June 2011 and the accompanying explanatory notes attached to the interim financial statements.

1. Basis of Preparation

The condensed consolidated interim financial statements have been prepared under the historical cost convention except for the revaluation of land, buildings and plantation infrastructure included within property, plant and equipment and biological assets.

The condensed consolidated interim financial statements are unaudited and have been prepared in accordance with the requirements of FRS 134: Interim Financial Reporting and Paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad.

The condensed consolidated interim financial statements should be read in conjunction with the audited financial statements for the financial year ended 30 June 2011. These explanatory notes attached to the condensed consolidated interim financial statements provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group since the financial year ended 30 June 2011.

2. Significant Accounting Policies

The significant accounting policies adopted are consistent with those of the audited financial statements for the financial year ended 30 June 2011, except for the adoption of the following Amendments to FRSs, IC Interpretation and Amendments to IC Interpretation:

On 1 July 2011, the Group adopted the following Amendments to FRSs, IC Interpretation and Amendments to IC Interpretation mandatory for annual financial periods beginning on or after 1 July 2011

Effective for financial periods beginning on or after 1 January 2011

- Amendments to FRS 1: Limited Exemption from Comparative FRS 7 Disclosure for First-time Adopters
- Amendments to FRS 1: Additional Exception for First-time Adopters
- Amendments to FRS 2: Group Cash – Settled Share-based Payment Transactions
- Amendments to FRS 7: Improving Disclosures about Financial Instruments
- IC Interpretation 4: Determining whether an Arrangement contains a Lease
- IC Interpretation 18: Transfers of Assets from Customers
- Amendments to FRSs and IC Interpretation 13 contained in the documents entitled “Improvements to FRSs (2010)”
- Technical Release 3: Guidance on Disclosures of Transition to IFRSs
- Technical Release i4: Shariah Compliant Sale Contracts

Effective for financial periods beginning on or after 1 July 2011

- IC Interpretation 19: Extinguishing Financial Liabilities with Equity Instruments
- Amendments to IC Interpretation 14: Prepayments of a Minimum Funding Requirements

The adoption of Amendments to FRSs, IC Interpretations and Amendments to IC Interpretations do not have any significant financial impacts on the results and the financial position of the Group for the current quarter.

3. Auditors' Report on Preceding Annual Financial Statements

The auditors' report on the financial statements for the financial year ended 30 June 2011 was not qualified.

4. Unusual Items due to their Nature, Size or Incidence

There were no unusual items affecting assets, liabilities, equity, net income or cash flows during the financial period ended 31 March 2012.

5. Changes in Estimates

There were no material changes in estimates that have had material effects in the current quarter results.

6. Comments About Seasonal or Cyclical Factors

The seasonal or cyclical factors affecting the results of the operations of the Group are general climatic conditions, age profile of oil palms and the cyclical nature of annual production.

7. Dividend Payable

At the Sixteenth annual general meeting held on 16 December 2011, the shareholders approved a first and final single tier dividend of 10 sen per ordinary share of RM0.50 each, amounting to RM31,167,726.40 paid on 9 March 2012 in respect of the financial year ended 30 June 2011 (2010: 2 sen per ordinary share of RM0.50 each).



8. Segmental Information

Segmental information for the current financial period ended 31 March 2012 is as followed:

	<i>Oil palm plantations and palm products processing</i>		<i>Oleochemical Products</i>		<i>Others</i>		<i>Adjustments and eliminations</i>		<i>Per consolidated financial statements</i>	
	<i>31.03.2012</i>	<i>31.03.2011</i>	<i>31.03.2012</i>	<i>31.03.2011</i>	<i>31.03.2012</i>	<i>31.03.2011</i>	<i>31.03.2012</i>	<i>31.03.2011</i>	<i>31.03.2012</i>	<i>31.03.2011</i>
	<i>RM'000</i>	<i>RM'000</i>	<i>RM'000</i>	<i>RM'000</i>	<i>RM'000</i>	<i>RM'000</i>	<i>RM'000</i>	<i>RM'000</i>	<i>RM'000</i>	<i>RM'000</i>
3 Months Ended 31 March										
Revenue										
External Sales	215,285	178,942	47,311	64,228	-	-	-	-	262,596	243,170
Inter-segment	-	-	-	-	1,606	2,586	(1,606)	(2,586)	-	-
Total Revenue	215,285	178,942	47,311	64,228	1,606	2,586	(1,606)	(2,586)	262,596	243,170
Result										
Interest income	489	217	7	21	-	-	-	-	496	238
Depreciation	5,265	4,083	1,726	1,606	471	470	-	-	7,462	6,159
Segment profit/(loss)	6,173	11,902	(3,954)	2,929	51	242	(51)	(242)	2,219	14,831
9 Months Ended 31 March										
Revenue										
External Sales	779,353	666,013	165,843	187,655	-	-	-	-	945,196	853,668
Inter-segment	-	-	-	-	6,415	8,014	(6,415)	(8,014)	-	-
Total Revenue	779,353	666,013	165,843	187,655	6,415	8,014	(6,415)	(8,014)	945,196	853,668
Result										
Interest income	805	452	23	33	-	-	-	-	828	485
Depreciation	16,591	14,587	5,169	4,827	1,410	1,413	-	-	23,170	20,827
Segment profit/(loss)	44,077	53,687	(8,945)	6,318	133	356	(133)	(356)	35,132	60,005

9. Carrying Amount of Revalued Assets

The valuations of land, buildings and plantation infrastructure included within property, plant and equipment and biological assets have been brought forward without amendment from the financial statements for the financial year ended 30 June 2011.

10. Debt and Equity Securities

There were no issuance, cancellation, repurchase, resale and repayment of debt and equity securities during the current quarter ended 31 March 2012.

11. Changes in Composition of the Group

There were no changes in the composition of the Group during the current quarter.

12. Capital Commitments

The amount of capital commitments for the purchase of property, plant and equipment not provided for in the financial statements as at 31 March 2012 is as follows:

Approved and contracted for	<i>RM'000</i> <u>23,868</u>
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13. Changes in Contingent Liabilities and Contingent Assets

Unsecured

The Company has provided corporate guarantees to secure banking facilities granted its subsidiary companies. The amount utilised and outstanding as at 31 March 2012 amounted to approximately RM391million.

14. Subsequent Events

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

15. Performance Review

Oil palm plantations and palm products processing

This major segment of the Group has contributed 79% of the Group's revenue. For the current quarter under review, the Group recorded revenue of RM215,285,000 compared with RM178,942,000 reported in the corresponding period of the preceding year, an increase of RM36,343,000 or 20%. The increase was mainly due to the increase in palm products' sales volume in the current quarter compared to corresponding period of the preceding year.

The average CPO price traded for the current quarter was RM3,181 per MT as compared to RM3,441 per MT in Q3 FYE2011.

Oleochemical

This division has accounted for 18% of the total Group's revenue for the quarter. Revenue from this division for the 9-months period under review has decreased by RM21,812,000 or 12% to RM165,843,000, as compared to RM187,655,000 in 9-months period ended FYE2011. The decrease is mainly due to the reduction in sales volume as well as competitive refining margin.

Others

Others segments' results are insignificant to the Group.

16. Comment on Material Change in Profit Before Tax

Profit before tax of the Group has decreased by RM13,926,000 or 75% from RM18,651,000 in Q3 FYE2011 to RM4,725,000 in Q3 FYE2012. The decrease was principally attributed by the following:

- competitive refining margin;
- contribution from oil mill division is less satisfactory which is caused by the modification and upgrading of certain oil mill production processes. However, the management expects such adverse performance of oil mill to be temporary and its performance will be improved upon the completion of the upgrading and modification exercise; and
- foreign exchange loss of approximately RM4.3 million compared to foreign exchange gain of approximately RM5.5 million in the corresponding quarter.

17. Profit before tax

Profit before tax for the period is arrived at after crediting/(charging):

	<i>3 months ended</i>		<i>9 months ended</i>	
	<i>31.03.2012</i>	<i>31.03.2011</i>	<i>31.03.2012</i>	<i>31.03.2011</i>
	<i>RM'000</i>	<i>RM'000</i>	<i>RM'000</i>	<i>RM'000</i>
Interest income	496	238	828	485
Other income	(612)	6,188	2,586	7,593
Interest expense	(5,407)	(6,681)	(15,868)	(21,721)
Gain on disposal of property, plant & equipment	-	-	190	-
Depreciation on property, plant & equipment	(7,462)	(4,708)	(23,170)	(20,827)
Provision for inventories written off	(3)	(6)	(8)	(38)
Realised foreign exchange (loss)/gain	(4,328)	5,512	(2,759)	5,321

18. Commentary on Prospects

Due to the steady prices of palm products, the Board of Directors expects the results of the Group for the current financial year to be encouraging.

19. Profit Forecast or Profit Guarantee

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

20. Income Tax Expense

	<i>3 months ended</i>		<i>9 months ended</i>	
	<i>31.03.2012</i>	<i>31.03.2011</i>	<i>31.03.2012</i>	<i>31.03.2011</i>
	<i>RM'000</i>	<i>RM'000</i>	<i>RM'000</i>	<i>RM'000</i>
Current income tax:				
- Malaysian income tax	(2,506)	(4,320)	(10,806)	(14,820)
Deferred tax	-	500	1,000	1,000
Total income tax expense	<u>(2,506)</u>	<u>(3,820)</u>	<u>(9,806)</u>	<u>(13,820)</u>

The effective tax rate for the current quarter was lower than the statutory income tax rate principally due to the availability of capital, agricultural and reinvestment allowances and double tax deduction of certain subsidiary companies for set-off against the current period's taxable profit for its plantations and palm product processing operations.

21. Corporate Proposals

There are no corporate proposals announced but not completed as at 25 May 2012.

22. Retained Earnings

The breakdown of retained profits of the Group as at 31 March 2012 is as follows:

	<i>As at</i>	<i>As at</i>
	<i>31.03.2012</i>	<i>30.6.2011</i>
	<i>RM'000</i>	<i>RM'000</i>
		<i>(Audited)</i>
Total retained earnings of the Company and its subsidiaries:		
- Realised	579,698	608,110
- Unrealised	(70,638)	(71,638)
	<u>509,060</u>	<u>536,472</u>
Less: Consolidation adjustments	(168,119)	(199,603)
Total group retained earnings as per consolidated accounts	<u>340,941</u>	<u>336,869</u>

23. Borrowings

The Group borrowings, which is secured, were as follows:

	<i>As at</i> 31.03.2012 <i>RM'000</i>	<i>As at</i> 30.6.2011 <i>RM'000</i> <i>(Audited)</i>
Short term borrowings		
- Secured	554,733	544,014
Long term borrowings		
- Secured	163,708	178,664
	<u>718,441</u>	<u>722,678</u>

Included in long term secured borrowings are RM40 million and RM124 million nominal value of Sukuk Ijarah and term loan respectively.

Borrowings denominated in foreign currency:

	USD '000	RMB '000	RM'000 equivalent
United States Dollars	111,516	-	342,797
Renminbi	-	20,490	9,987
Total	<u>111,516</u>	<u>20,490</u>	<u>352,784</u>

24. Material Litigation

On 15 April 2010, DMGZ received a claim to deliver 1,700 metric tonnes of refined palm oil product with market value of RM6.3 million (RMB13 million) from a third party. The plaintiff also claiming for interest loss due to non-delivery of goods amounting to approximately RM1.21 million (RMB2.5 million) calculated up to the date of affidavit. The plaintiff claimed that the agent stored the oil in DMGZ's tank but DMGZ contended that the oil stored by the agent has already been despatched to their customers based on the said agent's instruction. Legal proceeding is now in progress.

Other than the above, there were no material changes in material litigation, including the status of pending material litigation since the date of last annual statement of financial position date of 30 June 2011.

25. Dividend

No interim dividend has been declared for the financial year ending 30 June 2012.

26. Earnings Per Share

(a) Basic

Basic earnings per share amounts are calculated by dividing profit for the period attributable to owners of the parent by the weighted average number of ordinary shares in issue during the period.

	<i>3 months ended</i>		<i>9 months ended</i>	
	<i>31.03.2012</i>	<i>31.03.2011</i>	<i>31.03.2012</i>	<i>31.03.2011</i>
Profit for the period attributable to owners of the parent (RM'000)	2,230	14,884	35,240	60,253
Weighted average number of ordinary shares in issue ('000)	311,677	311,677	311,677	311,677
Basic earnings per share (sen)	0.72	4.78	11.31	19.33

(b) Diluted

For the purpose of calculating diluted earnings per share, the profit for the period attributable to owners of the parent and the weighted average number of ordinary shares in issue during the period have been adjusted for the dilutive effects of all potential ordinary shares and shares options granted to employees.

	<i>3 months ended</i>		<i>9 months ended</i>	
	<i>31.03.2012</i>	<i>31.03.2011</i>	<i>31.03.2012</i>	<i>31.03.2011</i>
Profit for the period attributable to owners of the parent (RM'000)	2,230	14,884	35,240	60,253
Weighted average number of ordinary shares in issue ('000):	311,677	311,677	311,677	311,677
Effect of dilution:				
Share options	-	6,061	-	5,738
Adjusted weighted average number of ordinary shares in issue and issuable	311,677	317,738	311,677	317,415
Diluted earnings per share (sen)	0.72	4.68	11.31	18.98

27. Authorisation for Issue

The condensed consolidated interim financial statements were authorised for issue by the Board of Directors in accordance with a resolution of the directors on 25 May 2012.