

RIVERVIEW RUBBER ESTATES, BERHAD
(Company No. : 820-V)
(Incorporated in Malaysia)

Interim Financial Report
30 June 2016

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Riverview Rubber Estates, Berhad

(Company No. : 820-V)

(Incorporated in Malaysia)

Condensed Consolidated Statement of Comprehensive Income**30 June 2016***(the figures have not been audited)*

| | Group | | Group | |
|--|------------------------|----------|---------------------------|----------|
| | Current 3 months ended | | Cumulative 6 months ended | |
| | 30.06.16 | 30.06.15 | 30.06.16 | 30.06.15 |
| | RM'000 | RM'000 | RM'000 | RM'000 |
| Revenue | 7,405 | 9,317 | 14,331 | 15,800 |
| Cost of sales | (3,353) | (3,204) | (7,453) | (6,014) |
| Gross profit | 4,052 | 6,113 | 6,878 | 9,786 |
| Other items of income | | | | |
| Interest income | 123 | 152 | 321 | 294 |
| Dividend income | 58 | 50 | 78 | 76 |
| Gain on disposal of property, plant & equipment | 10 | - | 10 | - |
| Fair value changes in investment properties | - | - | - | - |
| Other income | 32 | 18 | 64 | 33 |
| Other items of expense | | | | |
| Replanting expenditure | (403) | (468) | (909) | (925) |
| Finance cost | (17) | (177) | (22) | (351) |
| Depreciation | (448) | (500) | (893) | (954) |
| Administrative expenses | (931) | (1,119) | (1,548) | (2,123) |
| Results from operating activities | 2,476 | 4,069 | 3,979 | 5,836 |
| Foreign exchange gain/(loss) | 113 | 495 | (39) | 819 |
| Profit before tax for the period | 2,589 | 4,564 | 3,940 | 6,655 |
| Taxation | (701) | (1,011) | (1,074) | (1,536) |
| Net profit for the period | 1,888 | 3,553 | 2,866 | 5,119 |
| Other comprehensive income, net of tax | | | | |
| Fair value adjustment | (57) | 57 | 122 | 242 |
| Revaluation | 2 | 1,004 | - | 1,004 |
| Exchange fluctuation reserve | 1,072 | 627 | (323) | 725 |
| Changes in ownership interest in a subsidiary | - | (2,146) | - | (47,293) |
| Other comprehensive income for the period | 1,017 | (458) | (201) | (45,322) |
| Total comprehensive income for the period | 2,905 | 3,095 | 2,665 | (40,203) |
| Profit attributable to: | | | | |
| Equity holders of the Company | 1,830 | 3,420 | 2,729 | 4,895 |
| Non-controlling interests | 58 | 133 | 137 | 224 |
| | 1,888 | 3,553 | 2,866 | 5,119 |
| Total comprehensive income attributable to: | | | | |
| Equity holders of the Company | 2,499 | 4,589 | 2,629 | 8,892 |
| Non-controlling interests | 406 | (1,494) | 36 | (49,095) |
| | 2,905 | 3,095 | 2,665 | (40,203) |
| Earnings per share (sen) | | | | |
| Basic | 2.82 | 5.27 | 4.21 | 7.55 |

The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the annual financial statements for the year ended 31 December 2015 and the accompanying explanatory notes attached to the interim financial statements.

Riverview Rubber Estates, Berhad

(Company No. 820 - V)

(Incorporated in Malaysia)

Condensed Consolidated Statement of Financial Position**As at 30 June 2016***(the figures have not been audited)*

| | Group | |
|---|-----------------|-----------------|
| | 30.06.16 | 31.12.15 |
| | RM'000 | RM'000 |
| ASSETS | | |
| Non-current assets | | |
| Property, plant and equipment | 205,300 | 205,583 |
| Biological assets | 71,688 | 71,688 |
| Investment properties | 38,750 | 39,125 |
| Other investment | 3,239 | 3,116 |
| Goodwill on consolidation | 2,732 | 2,732 |
| Deferred taxation | - | 33 |
| | <u>321,709</u> | <u>322,277</u> |
| Current assets | | |
| Deferred nursery expenditure | 699 | 645 |
| Inventories | 204 | 97 |
| Trade and other receivables | 4,735 | 4,249 |
| Cash and cash equivalents | 5,202 | 4,563 |
| Deposits with financial institutions | 18,453 | 21,161 |
| | <u>29,293</u> | <u>30,715</u> |
| TOTAL ASSETS | <u>351,002</u> | <u>352,992</u> |
| EQUITY AND LIABILITIES | | |
| Current liabilities | | |
| Trade and other payables | 2,081 | 6,654 |
| Amount due to holding company | - | - |
| Borrowings | - | - |
| | <u>2,081</u> | <u>6,654</u> |
| Net current assets | <u>27,212</u> | <u>24,061</u> |
| Non-current liabilities | | |
| Provision for retirement benefits | 164 | 164 |
| Deferred taxibilities | 20,894 | 20,976 |
| | <u>21,058</u> | <u>21,140</u> |
| TOTAL LIABILITIES | <u>23,139</u> | <u>27,794</u> |
| NET ASSETS | <u>327,863</u> | <u>325,198</u> |
| Equity attributable to owners of the Company | | |
| Share capital | 64,850 | 64,850 |
| Reserves | 183,927 | 184,027 |
| Retained earnings | 57,531 | 54,802 |
| | <u>306,308</u> | <u>303,679</u> |
| Non-controlling interests | 21,555 | 21,519 |
| TOTAL EQUITY | <u>327,863</u> | <u>325,198</u> |
| TOTAL EQUITY AND LIABILITIES | <u>351,002</u> | <u>352,992</u> |
| Net Assets per share (RM) | <u>4.72</u> | <u>4.68</u> |
| | - | - |
| | - | - |

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the annual financial statements for the year ended 31 December 2015 and the accompanying explanatory notes attached to the interim financial statements.

Riverview Rubber Estates, Berhad

(Company No. 820 - V)

(Incorporated in Malaysia)

Condensed Consolidated Statement of Changes in Equity

30 June 2016

(the figures have not been audited)

| | Share capital RM '000 | Capital reserve RM '000 | General reserve RM '000 | Retained profits RM'000 | Total RM'000 | Non- controlling interests RM'000 | Total equity RM'000 |
|--|-----------------------------|-------------------------------|-------------------------------|-------------------------------|-----------------|--|---------------------------|
| As at 1 January 2015 | 64,850 | 174,564 | 6,517 | 50,080 | 296,011 | 70,152 | 366,163 |
| Total comprehensive income | - | 2,946 | - | 6,269 | 9,215 | 1,004 | 10,219 |
| <i>Profit or loss</i> | - | - | - | 6,269 | 6,269 | 53 | 6,322 |
| <i>Other comprehensive income</i> | - | 2,946 | - | - | 2,946 | 951 | 3,897 |
| Transactions with owners | - | - | - | (1,547) | (1,547) | (49,637) | (51,184) |
| Changes of ownership interest in a subsidiary | - | - | - | - | - | - | - |
| Dividends | - | - | - | 2,344 | 2,344 | (49,637) | (47,293) |
| | - | - | - | (3,891) | (3,891) | - | (3,891) |
| As at 31 December 2015 | 64,850 | 177,510 | 6,517 | 54,802 | 303,679 | 21,519 | 325,198 |
| As at 1 January 2016 | 64,850 | 177,510 | 6,517 | 54,802 | 303,679 | 21,519 | 325,198 |
| Total comprehensive income | - | (100) | - | 2,729 | 2,629 | 36 | 2,665 |
| <i>Profit or loss</i> | - | - | - | 2,729 | 2,729 | 137 | 2,866 |
| <i>Other comprehensive income</i> | - | (100) | - | - | (100) | (101) | (201) |
| Transactions with owners | - | - | - | - | - | - | - |
| Changes of ownership interest in a subsidiary | - | - | - | - | - | - | - |
| Dividends | - | - | - | - | - | - | - |
| As at 30 June 2016 | 64,850 | 177,410 | 6,517 | 57,531 | 306,308 | 21,555 | 327,863 |
| | - | - | - | - | - | - | - |

The condensed consolidated statement of changes in equity should be read in conjunction with the annual financial statements for the year ended 31 December 2015 and the accompanying explanatory notes attached to the interim financial statements.

Riverview Rubber Estates, Berhad

(Company No. 820 - V)

(Incorporated in Malaysia)

Condensed Consolidated Statement of Cash Flows**30 June 2016****(the figures have not been audited)**

| | Group | |
|---|-----------------|-----------------|
| | 30.06.16 | 30.06.15 |
| | RM'000 | RM'000 |
| CASH FLOWS FROM OPERATING ACTIVITIES | | |
| Profit before taxation | 3,940 | 6,655 |
| Adjustments for : | | |
| Depreciation | 893 | 954 |
| Dividend income | (78) | (76) |
| Gain on property, plant & equipment | (10) | - |
| (Loss)/gain on foreign exchange | 39 | (819) |
| Interest income | (321) | (294) |
| Interest expense | 22 | 351 |
| Provision for retirement benefits | - | (5) |
| Operating cashflow before working capital changes | 4,485 | 6,766 |
| Changes in working capital : | | |
| Receivables | (619) | (1,307) |
| Inventories | (107) | (801) |
| Payables | (703) | 20 |
| Cash generated from operating activities | 3,056 | 4,678 |
| Taxes paid | (936) | (2,504) |
| Net cash generated from operating activities | 2,120 | 2,174 |
| CASH FLOWS FROM INVESTING ACTIVITIES | | |
| Purchase of property, plant and equipment | (637) | (1,387) |
| Proceeds from disposal of property, plant and equipment | 37 | - |
| Purchase of additional shares in a subsidiary | - | (47,293) |
| Interest received | 321 | 294 |
| Dividends received | 78 | 76 |
| Deferred nursery expenditure | (55) | (73) |
| Net cash used in investing activities | (256) | (48,383) |
| CASH FLOWS FROM FINANCING ACTIVITY | | |
| Dividends paid | (3,891) | - |
| Interest paid | (22) | (12) |
| Net cash used in financing activity | (3,913) | (12) |
| Net decrease in cash and cash equivalents | (2,049) | (46,221) |
| Effects of exchange rate changes | (19) | 780 |
| Cash and cash equivalents at beginning of period | 25,723 | 76,563 |
| Cash and cash equivalents at end of period | 23,655 | 31,122 |
| Cash and cash equivalents comprise: | | |
| Deposits with financial institutions | 18,453 | 14,117 |
| Cash on hand and at banks | 5,202 | 17,005 |
| | 23,655 | 31,122 |

The condensed consolidated cash flow statement should be read in conjunction with the annual financial statements for the year ended 31 December 2015 and the accompanying explanatory notes attached to the interim financial statements.