

**RIVERVIEW RUBBER ESTATES, BERHAD**

(Company No. : 820-V)

(Incorporated in Malaysia)

**Interim Financial Statements**

**31 December 2009**

**Riverview Rubber Estates, Berhad**  
 (Company No. : 820-V)  
 (Incorporated in Malaysia)

**Condensed Consolidated Income Statements**  
**For the year ended 31 December 2009**  
*(the figures have not been audited)*

|   | <b>3 months ended</b> |                       | <b>12 months ended</b> |                      |
|---|-----------------------|-----------------------|------------------------|----------------------|
|   | <b>31 December</b>    |                       | <b>31 December</b>     |                      |
|   | <b>2009</b>           | <b>2008</b>           | <b>2009</b>            | <b>2008</b>          |
|   | <b>RM'000</b>         | <b>RM'000</b>         | <b>RM'000</b>          | <b>RM'000</b>        |
| <b>Revenue</b>                            | 5,242                 | 4,078                 | 21,942                 | 26,333               |
| Cost of sales                             | (1,774)               | (2,296)               | (6,805)                | (7,689)              |
| <b>Gross profit</b>                       | <u>3,468</u>          | <u>1,782</u>          | <u>15,137</u>          | <u>18,644</u>        |
| Other operating income                    | 17                    | 64                    | 1,120                  | 1,975                |
| Replanting expenditure                    | (177)                 | -                     | (202)                  | -                    |
| Administrative expenses                   | (238)                 | (417)                 | (1,170)                | (1,497)              |
| Foreign exchange gain/(loss) - unrealised | (178)                 | (3,123)               | 1,401                  | (4,117)              |
| <b>Profit before tax</b>                  | <u>2,892</u>          | <u>(1,694)</u>        | <u>16,286</u>          | <u>15,005</u>        |
| Share of profit from associates           | 732                   | 1,117                 | 2,306                  | 2,341                |
|   | <u>3,624</u>          | <u>(577)</u>          | <u>18,592</u>          | <u>17,346</u>        |
| Taxation                                  | (221)                 | (944)                 | (3,225)                | (5,320)              |
| <b>Net profit for the year</b>            | <u><u>3,403</u></u>   | <u><u>(1,521)</u></u> | <u><u>15,367</u></u>   | <u><u>12,026</u></u> |
| <br>                                      |                       |                       |                        |                      |
| <b>Earnings per share (sen)</b>           |                       |                       |                        |                      |
| Basic (adjusted)                          | <u>5.25</u>           | <u>(2.35)</u>         | <u>23.70</u>           | <u>18.54</u>         |
| Diluted                                   | <u>N/A</u>            | <u>N/A</u>            | <u>N/A</u>             | <u>N/A</u>           |

Note : N/A denotes "Not Applicable"

**The condensed consolidated income statements should be read in conjunction with the annual financial statements for the year ended 31 December 2008 and the accompanying explanatory notes attached to the interim financial statements.**

**Riverview Rubber Estates, Berhad**  
 (Company No. : 820-V)  
 (Incorporated in Malaysia)

**Condensed Consolidated Balance Sheet**  
**As at 31 December 2009**  
*(the figures have not been audited)*

|   | <b>31.12.2009</b> | <b>31.12.2008</b> |
|---|-------------------|-------------------|
|   | <b>RM'000</b>     | <b>RM'000</b>     |
| <b>ASSETS</b>   |                   |                   |
| <b>Non-current assets</b>                                   |                   |                   |
| Property, Plant and equipment                               | 31,994            | 34,654            |
| Biological assets   | 44,986            | 44,986            |
| Prepaid lease land  | 53                | 734               |
| Investment in associates                                    | 33,060            | 31,677            |
| Other investment  | 778               | 2,515             |
|   | <u>110,871</u>    | <u>114,566</u>    |
| <b>Current assets</b>                                       |                   |                   |
| Inventories   | 27                | 36                |
| Trade and other receivables                                 | 1,258             | 1,250             |
| Tax Recoverable   | 194               | 843               |
| Deposits with financial institutions                        | 56,274            | 47,988            |
| Cash and cash equivalents                                   | 1,154             | 926               |
|   | <u>58,907</u>     | <u>51,043</u>     |
| <b>TOTAL ASSETS</b>   | <u>169,778</u>    | <u>165,609</u>    |
| <b>EQUITY AND LIABILITIES</b>                               |                   |                   |
| <b>Equity attributable to equity holders of the Company</b> |                   |                   |
| Share capital   | 64,850            | 64,850            |
| Reserves  | 62,842            | 63,750            |
| Retained earnings   | 35,186            | 29,525            |
| <b>Total Equity</b>   | <u>162,878</u>    | <u>158,125</u>    |
| <b>Non-current liabilities</b>                              |                   |                   |
| Provision for retirement benefits                           | 89                | 82                |
| Deferred taxation   | 27                | 724               |
|   | <u>116</u>        | <u>806</u>        |
| <b>Current liabilities</b>                                  |                   |                   |
| Trade and other payables                                    | 6,784             | 6,678             |
| <b>Total liabilities</b>                                    | <u>6,900</u>      | <u>7,484</u>      |
| <b>TOTAL EQUITY AND LIABILITIES</b>                         | <u>169,778</u>    | <u>165,609</u>    |
| <b>Net Assets per share (RM)</b>                            | <u>2.51</u>       | <u>2.44</u>       |

The condensed consolidated balance sheet should be read in conjunction with the annual financial statements for the year ended 31 December 2008 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****For the year ended 31 December 2009***(the figures have not been audited)*

|   | <b>Share<br/>capital<br/>RM '000</b> | <b>Capital<br/>reserve<br/>RM '000</b> | <b>General<br/>reserve<br/>RM '000</b> | <b>Retained<br/>profits<br/>RM'000</b> | <b>Total<br/>RM'000</b> |
|---|--------------------------------------|--|--|--|-------------------------|
| <b>At 1 January 2008</b>                                |                                      |  |  |  |                         |
| As previously stated                                    | 64,850                               | 54,045                                 | 4,342                                  | 30,049                                 | 153,286                 |
| Prior year adjustment                                   | -                                    | 3,361                                  | 300                                    | (2,173)                                | 1,488                   |
|   | <u>64,850</u>                        | <u>57,406</u>                          | <u>4,642</u>                           | <u>27,876</u>                          | <u>154,774</u>          |
| Reversal of deferred taxation<br>on revaluation surplus | -                                    | 22                                     | -                                      | -                                      | 22                      |
| Share of associates                                     | -                                    | 174                                    | -                                      | 727                                    | 901                     |
| Transfer  | -                                    | -                                      | 1,506                                  | (1,506)                                | -                       |
| Net profit for the year                                 | -                                    | -                                      | -                                      | 12,026                                 | 12,026                  |
| Dividends   | -                                    | -                                      | -                                      | (9,598)                                | (9,598)                 |
| <b>At 31 December 2008</b>                              | <u>64,850</u>                        | <u>57,602</u>                          | <u>6,148</u>                           | <u>29,525</u>                          | <u>158,125</u>          |
| <b>At 1 January 2009</b>                                | 64,850                               | 57,602                                 | 6,148                                  | 29,525                                 | 158,125                 |
| Transfer  | -                                    | -                                      | -                                      | -                                      | -                       |
| Realisation on disposal                                 | -                                    | (669)                                  | -                                      | 21                                     | (648)                   |
| Share of associates                                     | -                                    | (239)                                  | -                                      | -                                      | (239)                   |
| Net profit for the period                               | -                                    | -                                      | -                                      | 15,367                                 | 15,367                  |
| Dividends   | -                                    | -                                      | -                                      | (9,727)                                | (9,727)                 |
| <b>At 31 December 2009</b>                              | <u>64,850</u>                        | <u>56,694</u>                          | <u>6,148</u>                           | <u>35,186</u>                          | <u>162,878</u>          |

The condensed consolidated statement of changes in equity should be read in conjunction with the annual financial statements for the year ended 31 December 2008 and the accompanying explanatory notes attached to the interim financial statements.

**Riverview Rubber Estates, Berhad**  
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**Condensed Consolidated Cash Flow Statement**  
**For the year ended 31 December 2009**  
*(the figures have not been audited)*

|  | <b>31.12.2009</b> | <b>31.12.2008</b> |
|--|-------------------|-------------------|
|  | <b>RM'000</b>     | <b>RM'000</b>     |
| <b>CASH FLOWS FROM OPERATING ACTIVITIES</b>                      |                   |                   |
| Profit before taxation   | 18,592            | 17,346            |
| Adjustments for:   |                   |                   |
| Amortisation of prepaid lease payments                           | 25                | 82                |
| Depreciation   | 208               | 338               |
| Loss on disposal of property, plant and equipment                | 418               | -                 |
| Provision for retirement benefits                                | 7                 | 19                |
| Gain on disposal of investment                                   | (358)             | -                 |
| Dividend income  | (45)              | (128)             |
| (Gain)/loss on foreign exchange                                  | (1,401)           | 4,117             |
| Interest income  | (994)             | (1,709)           |
| Share of profit from associate                                   | (2,306)           | (2,341)           |
| Operating profit before working capital changes                  | <u>14,146</u>     | <u>17,724</u>     |
| Changes in working capital:                                      |                   |                   |
| Receivables  | (9)               | 967               |
| Inventories  | 9                 | (16)              |
| Payables   | 29                | 73                |
| Cash generated from operating activities                         | <u>14,175</u>     | <u>18,748</u>     |
| Retirement benefits paid   | -                 | (20)              |
| Taxes paid   | <u>(3,282)</u>    | <u>(6,675)</u>    |
| Net cash generated from operating activities                     | <u>10,893</u>     | <u>12,053</u>     |
| <b>CASH FLOWS FROM INVESTING ACTIVITIES</b>                      |                   |                   |
| Purchase of property, plant and equipment                        | (137)             | (317)             |
| Proceeds from disposal of property, plant and equipment          | 2,180             | -                 |
| Proceeds from disposal of investments                            | 2,095             | -                 |
| Interest received  | 994               | 1,530             |
| Dividends received   | 738               | 1,761             |
| Net cash generated from investing activities                     | <u>5,870</u>      | <u>2,974</u>      |
| <b>CASH FLOWS FROM FINANCING ACTIVITY</b>                        |                   |                   |
| Dividends paid, representing net cash used in financing activity | <u>(9,650)</u>    | <u>(9,520)</u>    |
| <b>Net increase in cash and cash equivalents</b>                 | 7,113             | 5,507             |
| <b>Effects of exchange rate changes</b>                          | 1,401             | (4,117)           |
| <b>Cash and cash equivalents at beginning of period</b>          | <u>48,914</u>     | <u>47,524</u>     |
| <b>Cash and cash equivalents at end of period</b>                | <u>57,428</u>     | <u>48,914</u>     |
| Cash and cash equivalents comprise:                              |                   |                   |
| Cash on hand and at banks  | 1,154             | 926               |
| Deposits with financial institutions                             | 56,274            | 47,988            |
|  | <u>57,428</u>     | <u>48,914</u>     |

**The condensed consolidated cash flow statement should be read in conjunction with the annual financial statements for the year ended 31 December 2008 and the accompanying explanatory notes attached to the interim financial statements.**