

RIVERVIEW RUBBER ESTATES, BERHAD

(Company No. : 820-V)

(Incorporated in Malaysia)

**Interim Financial Report
For the financial period ended 31 December 2013**

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CONTENTS

	Page
Condensed Consolidated Statement of Comprehensive Income	1
Condensed Consolidated Statement of Financial Position	2
Condensed Consolidated Statement of Changes in Equity	3
Condensed Consolidated Statement of Cash Flows	4
Explanatory Notes	
Part A - Explanatory Notes Pursuant to FRS 134	5 - 12
Part B - Explanatory Notes Pursuant to Appendix 9B of the Listing Requirements of Bursa Malaysia Securities Berhad	13 - 17
Part C - Additional Disclosure Pursuant to Bursa Malaysia Securities Berhad's Directive Regarding Disclosure of Realised and Unrealised Profits or Losses	18

Condensed Consolidated Statement of Comprehensive Income
For the financial period ended 31 December 2013
(the figures have not been audited)

	Current 3 months ended		Cumulative 12 months ended	
	Group 31.12.2013 RM'000	Economic Entity 31.12.2012 RM'000	Group 31.12.2013 RM'000	Economic Entity 31.12.2012 RM'000
Revenue	9,110	5,075	29,106	25,070
Cost of sales	(3,624)	(2,266)	(12,956)	(8,803)
Gross profit	5,486	2,809	16,150	16,267
Other items of income				
Interest income	342	337	1,385	1,322
Dividend income	14	33	122	100
Other income	143	8	182	18
Gain on disposal of property, plant & equipment	209	-	209	-
Gain on disposal of investment properties	1,237	-	1,237	-
Increase in fair value of investments properties	1,817	-	1,817	-
Other items of expense				
Replanting expenditure	(361)	(221)	(1,359)	(713)
Amortisation of prepaid lease payments	274	(5)	(17)	(18)
Depreciation	(324)	(76)	(1,156)	(233)
Finance cost	(64)	-	(411)	-
Property, plant and equipment written off	(1)	-	(1)	-
Administrative expenses	(537)	(316)	(2,624)	(1,023)
Results from operating activities	8,235	2,569	15,534	15,720
Foreign exchange gain	302	(64)	1,201	189
Profit for the period	8,537	2,505	16,735	15,909
Share of profit from associates	-	5,533	-	7,585
Profit before tax for the period	8,537	8,038	16,735	23,494
Taxation	(2,198)	(581)	(3,850)	(4,070)
Net profit for the period	6,339	7,457	12,885	19,424
Other comprehensive income, net of tax				
Fair value adjustment	(5)	-	100	500
Share of associates' reserves	-	26,632	-	26,632
Revaluation of property, plant and equipment	131	103,251	131	103,251
Realisation of revaluation of reserves	193	4	193	4
Exchange fluctuation reserve	(1,428)	-	(1,428)	-
Non controlling interest share of reserves	(1,089)	-	(1,089)	-
Deferred tax arising from revaluation reserves	(7,576)	-	(7,130)	-
Other comprehensive income for the period	(9,774)	129,887	(9,223)	130,387
Total comprehensive income for the period	(3,435)	137,344	3,662	149,811
Profit attributable to:				
Equity holders of the Company	4,675	7,457	10,685	19,424
Non-controlling interests	1,664	-	2,200	-
	6,339	7,457	12,885	19,424
Total comprehensive income attributable to:				
Equity holders of the Company	(4,010)	137,344	2,551	149,811
Non-controlling interests	575	-	1,111	-
	(3,435)	137,344	3,662	149,811
Basic earnings per share (sen)	7.21	11.50	16.48	29.95

The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the annual financial statements for the year ended 31 December 2012 and the accompanying explanatory notes attached to the interim financial statements.

Condensed Consolidated Statement of Financial Position
As at 31 December 2013
(the figures have not been audited)

	Group		Economic
	31.12.2013	01.01.2013	Entity
	RM'000	RM'000	31.12.2012
			RM'000
ASSETS			
Non-current assets			
Property, plant and equipment	202,190	200,166	135,450
Biological assets	70,968	70,364	46,588
Prepaid lease land	-	18	-
Investment properties	38,193	45,840	-
Investment in associates	-	-	71,665
Other investment	3,291	3,173	2,082
Goodwill on consolidation	2,732	2,732	-
Deferred taxation	19	18	-
	<u>317,393</u>	<u>322,311</u>	<u>255,785</u>
Current assets			
Deferred nursery expenditure	399	263	255
Inventories	155	232	142
Trade and other receivables	15,128	6,150	4,654
Deposits with financial institutions	63,618	62,345	56,796
Cash and cash equivalents	2,938	17,835	1,323
	<u>82,238</u>	<u>86,825</u>	<u>63,170</u>
TOTAL ASSETS	<u>399,631</u>	<u>409,136</u>	<u>318,955</u>
EQUITY AND LIABILITIES			
Current liabilities			
Trade and other payables	9,384	12,086	10,925
Borrowings	5,788	10,098	-
	<u>15,172</u>	<u>22,184</u>	<u>10,925</u>
Non-current liabilities			
Provision for retirement benefits	106	104	93
Deferred tax liabilities	18,343	10,574	262
	<u>18,449</u>	<u>10,678</u>	<u>355</u>
TOTAL LIABILITIES	<u>33,621</u>	<u>32,862</u>	<u>11,280</u>
NET ASSETS	<u>366,010</u>	<u>376,274</u>	<u>307,675</u>
Equity attributable to owners of the Company			
Share capital	64,850	64,850	64,850
Reserves	176,941	195,305	195,438
Retained earnings	53,770	45,825	47,387
	<u>295,561</u>	<u>305,980</u>	<u>307,675</u>
Non-controlling interests	70,449	70,294	-
TOTAL EQUITY	<u>366,010</u>	<u>376,274</u>	<u>307,675</u>
TOTAL EQUITY AND LIABILITIES	<u>399,631</u>	<u>409,136</u>	<u>318,955</u>
Net Assets per share (RM)	<u>4.56</u>	<u>4.72</u>	<u>4.74</u>

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the annual financial statements for the year ended 31 December 2012 and the accompanying explanatory notes attached to the interim financial statements.

Condensed Consolidated Statement of Changes in Equity
For the financial period ended 31 December 2013
(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 2012	64,850	58,486	6,565	44,175	174,076	-	174,076
Total comprehensive income							
Statement of comprehensive income	-	130,387	-	19,424	149,811	-	149,811
Transactions with owners							
Dividends	-	-	-	(16,212)	(16,212)	-	(16,212)
As at 31 December 2012	64,850	188,873	6,565	47,387	307,675	-	307,675
As at 1 January 2013	64,850	188,873	6,565	47,387	307,675	-	307,675
Impact of FRS 10 Adjustments	-	(85)	(48)	(1,562)	(1,695)	70,294	68,599
	64,850	188,788	6,517	45,825	305,980	70,294	376,274
Total comprehensive income							
Statement of comprehensive income	-	(8,134)	-	10,685	2,551	1,111	3,662
Transfers	-	(10,230)	-	10,230	-	-	-
	-	(18,364)	-	20,915	2,551	1,111	3,662
Transactions with owners							
Dividends	-	-	-	(12,970)	(12,970)	(956)	(13,926)
As at 31 December 2013	64,850	170,424	6,517	53,770	295,561	70,449	366,010

The condensed consolidated statement of changes in equity should be read in conjunction with the annual financial statements for the year ended 31 December 2012 and the accompanying explanatory notes attached to the interim financial statements.

Condensed Consolidated Statement of Cash Flows
For the financial period ended 31 December 2013
(the figures have not been audited)

	Group	Economic
	31.12.2013	Entity
	RM'000	31.12.2012
		RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	16,735	23,494
Adjustments for:		
Amortisation of prepaid lease payments	17	18
Depreciation	1,156	233
Dividend income	(122)	(100)
Gain on foreign exchange	(1,201)	(189)
Provision for retirement benefits	-	7
Gain on disposal of investment properties	(1,237)	-
Gain on disposal of property, plant and equipment	(209)	-
Increase in fair value of investment properties	(1,817)	-
Property, plant and equipment written off	1	-
Interest income	(1,385)	(1,322)
Share of profit from associate	-	(7,585)
Operating profit before working capital changes	<u>11,938</u>	<u>14,556</u>
Changes in working capital:		
Receivables	(8,365)	480
Inventories	76	349
Payables	(270)	(483)
Cash generated from operating activities	<u>3,379</u>	<u>14,902</u>
Retirement benefits paid	(7)	-
Taxes paid	(3,005)	(5,583)
Net cash generated from operating activities	<u>367</u>	<u>9,319</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(3,395)	(1,855)
Proceeds from disposal of property, plant and equipment	424	-
Proceeds from disposal of biological assets	46	-
Proceeds from disposal of investments properties	7,097	-
Interest received	1,385	1,322
Dividends received	122	1,395
Dividends paid to non controlling interests	(956)	-
Deferred nursery expenditure	(137)	(156)
Net cash (used in) / generated from investing activities	<u>4,586</u>	<u>706</u>
CASH FLOWS FROM FINANCING ACTIVITY		
Dividends paid	(16,213)	(15,564)
Repayment of term loan	(4,310)	-
Net cash used in financing activity	<u>(20,523)</u>	<u>(15,564)</u>
Net decrease in cash and cash equivalents	(15,570)	(5,539)
Effects of exchange rate changes	1,946	189
Cash and cash equivalents at beginning of period	<u>80,180</u>	<u>63,469</u>
Cash and cash equivalents at end of period	<u>66,556</u>	<u>58,119</u>
Cash and cash equivalents comprise:		
Cash on hand and at banks	2,938	1,323
Deposits with financial institutions	<u>63,618</u>	<u>56,796</u>
	<u>66,556</u>	<u>58,119</u>

The condensed consolidated cash flow statement should be read in conjunction with the annual financial statements for the year ended 31 December 2012 and the accompanying explanatory notes attached to the interim financial statements.