BURSA MALAYSIA

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Company Information

Main Market Company
New Submission

Submitting Investment Bank/Advisor (if applicable)	
Submitting Secretarial Firm (if applicable)	
* **Company name**	KUMPULAN FIMA BERHAD
* **Stock name**	KFIMA
* **Stock code**	6491
* **Contact person**	JASMIN BINTI HOOD
* **Designation**	COMPANY SECRETARY
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Part A : To be filled by Public Listed Company

***Document Type**	**Annual Audited Accounts**
***Financial Year End**	**31/03/2014**
Remark (Information entered into this field will not be disseminated together with the attached pdf)	
***Attachment (PDF format only)** (Only two attachments are allowed per submission and each attachment size should not exceed 1.5 MB)	Audited Accounts KFIMA 31 March 2014.pdf

KUMPULAN FIMA BERHAD
(11817-V)
(Incorporated in Malaysia)

Directors' Report and Audited
Financial Statements
31 March 2014

HANAFIAH RASLAN & MOHAMAD
AF : 0002

11817-V

KUMPULAN FIMA BERHAD
(Incorporated in Malaysia)

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KUMPULAN FIMA BERHAD
(Incorporated in Malaysia)

DIRECTORS' REPORT

The directors have pleasure in presenting their report together with the audited financial statements of the Group and of the Company for the financial year ended 31 March 2014.

PRINCIPAL ACTIVITIES

The principal activities of the Company are those of investment and property holding.

The principal activities of the subsidiaries and the associates are described in Notes 40 and 41 respectively to the financial statements.

There have been no significant changes in the nature of the principal activities during the financial year.

RESULTS

	Group RM'000	Company RM'000
Profit net of tax	90,031	50,505
Profit attributable to:		
Owners of the parent	60,302	50,505
Non-controlling interests	29,729	-
	90,031	50,505

There were no material transfers to or from reserves or provisions during the financial year other than as disclosed in the financial statements.

In the opinion of the directors, the results of the operations of the Group and of the Company during the financial year were not substantially affected by any item, transaction or event of a material and unusual nature, other than as disclosed in the financial statements.

DIVIDENDS

The amount of dividend paid by the Company since 31 March 2013 was as follows:

	RM'000
In respect of the financial year ended 31 March 2013 as reported in the directors' report for that year:	
Final dividend of 3.5% less 25% taxation and 4.5% single tier paid on 25 October 2013.	19,413

At the forthcoming Annual General Meeting, a final dividend in respect of financial year ended 31 March 2014, of 8.0% single tier amounting to dividend payable of approximately RM22,080,000 (8.0 sen net dividend per ordinary share) will be proposed for shareholders’ approval. The financial statements for the current year do not reflect this proposed dividend. Such dividend, if approved by the shareholders, will be accounted for in equity as an appropriation of retained earnings in the financial year ending 31 March 2015.

DIRECTORS

The names of the directors of the Company in office since the date of the last report and at the date of this report are:

Tan Sri Dato' Ir. Muhammad Radzi bin Haji Mansor (Chairman)
Roslan bin Hamir (Group Managing Director)
Azizan bin Mohd Noor
Rozana Zeti binti Basir
Dato' Rosman bin Abdullah
Rozilawati binti Haji Basir

DIRECTORS' BENEFITS

Neither at the end of the financial year, nor at any time during the year, did there subsist any arrangement to which the Company was a party, whereby the directors might acquire benefits by means of acquisition of shares in or debentures of the Company or any other corporate body, other than those arising from the share options granted under the Employee Share Scheme ("ESS").

Since the end of the previous financial year, no director has received or become entitled to receive a benefit (other than benefits included in the aggregate amount of emoluments received or due and receivable by the directors as shown in Note 7 to the financial statements) by reason of a contract made by the Company or a related corporation with any director or with a firm of which he is a member, or with a company in which he has a substantial financial interest, other than as disclosed in Note 34 to the financial statements.

DIRECTORS' INTERESTS

According to the register of directors' shareholdings, the interests of directors in office at the end of the financial year in shares and options over shares in the Company and its related corporations during the financial year were as follows:

	Number of Ordinary Shares of RM1.00 Each					
The Company	**1 April 2013**	**Bought**	**Option Exercised**	**Share vested under the RSGS**	**Sold**	**31 March 2014**
Direct Interest						
Tan Sri Dato' Ir. Muhammad Radzi bin Haji Mansor	50,000	-	50,000	-	-	100,000
Roslan bin Hamir	301,000	-	-	60,000	-	361,000
Rozana Zeti binti Basir	50,000	-	-	-	-	50,000
Indirect Interest						
Rozana Zeti binti Basir(1) (3)	164,470,000	501,000	-	-	-	164,971,000
Rozilawati binti Haji Basir(1)(2)	164,520,000	501,000	-	-	-	165,021,000
Subsidiary - Fima Corporation Berhad						
Direct Interest						
Roslan bin Hamir	205,600	-	-	-	(2,000)	203,600
Indirect Interest						
Rozana Zeti binti Basir(4)	50,127,886	-	-	-	-	50,127,886
Rozilawati binti Haji Basir(4)	50,127,886	-	-	-	-	50,127,886

DIRECTORS' INTERESTS (CONTD.)

	Number of options over ordinary shares of RM1.00 each			
	1 April 2013	Granted	Exercised	31 March 2014
The Company				
Granted at an option price of RM1.48 per share				
Tan Sri Dato' Ir. Muhammad Radzi bin Haji Mansor	150,000	-	(50,000)	100,000
Roslan bin Hamir	1,070,000	-	-	1,070,000
Azizan bin Mohd Noor	200,000	-	-	200,000
Rozana Zeti binti Basir	200,000	-	-	200,000
Dato' Rosman bin Abdullah	200,000	-	-	200,000
Rozilawati binti Haji Basir	200,000	-	-	200,000

	Number of Ordinary Shares of RM1.00 each granted under the Restricted Share Grant Scheme			
	1 April 2013	Granted	Vested	31 March 2014
The Company				
Direct Interest				
Roslan bin Hamir	-	60,000	(60,000)	-

(1) Rozana Zeti Binti Basir ("Rozana Zeti") and Rozilawati Binti Haji Basir ("Rozilawati") are deemed interested by virtue of the following:

(i) Their shareholdings in BHR Enterprise Sdn Bhd ("BHR") being more than 15%. BHR is the major shareholder of the Company.

(ii) Their mother, Puan Sri Datin Hamidah Binti Abdul Rahman's shareholding in the Company.

(iii) Their sister, Roshayati Binti Basir's direct shareholding in the Company and her shareholding in BHR being more than 15%.

DIRECTORS' INTERESTS (CONTD.)

(1) Rozana Zeti Binti Basir ("Rozana Zeti") and Rozilawati Binti Haji Basir ("Rozilawati") are deemed interested by virtue of the following: (Contd.)

(iv) Their brother, Ahmad Riza bin Basir's ("Ahmad Riza") indirect shareholdings in the Company through M&A Nominees (Tempatan) Sdn Bhd and Subur Rahmat Sdn Bhd ("SRSB") and his wife, Zailini Binti Zainal Abidin's direct shareholding in the Company. Ahmad Riza holds more than 15% shareholding in SRSB.

(2) Deemed interested by virtue of Rozilawati's indirect shareholding in the Company which is held under M&A Nominees (Tempatan) Sdn Bhd. Rozilawati is the sister of Rozana Zeti.

(3) Deemed interested by virtue of Rozana Zeti's direct shareholding in the Company. Rozana Zeti is the sister of Rozilawati.

(4) Rozana Zeti and Rozilawati deemed interest in Fima Corporation Berhad ("FCB") by virtue of their shareholding in BHR, and their mother, Puan Sri Datin Hamidah Binti Abdul Rahman's direct shareholding in FCB. BHR has 53.23% equity interest in the penultimate holding company, Kumpulan Fima Berhad.

Rozilawati and Rozana Zeti, by virtue of their interests in shares of the Company, are also deemed to be interested in shares of all the subsidiaries of the Company to the extent that the Company has an interest.

Other than as stated above, none of the other directors in office at the end of the financial year had any interest in shares in the Company or its related corporations during the financial year.

EMPLOYEES' SHARE SCHEME ("ESS")

The ESS of the Company was approved by its shareholders at an Extraordinary General Meeting held on 21 September 2011 and implemented on 18 November 2011. The ESS comprises the Employee Share Option Scheme ("ESOS") and Restricted Share Grant Scheme ("RSGS").

The ESS is administered by the Options Committee comprising directors of the Company appointed by the Board of Directors namely, Dato' Rosman bin Abdullah, Roslan bin Hamir and Rozilawati binti Haji Basir.

The details of the ESS are disclosed in Note 33 to the financial statements.

During the financial year, the Company had granted additional 1,097,700 (2013: 773,400) share options under the ESOS to newly eligible employees and 207,500 (2013: 210,000) shares were vested under the RSGS.

EMPLOYEES' SHARE SCHEME ("ESS") (CONTD.)

Details of all options for which eligible employees are entitled to subscribe for the ordinary shares of the Company pursuant to the ESS as at 31 March 2014 are as follows:

	Grant Date	Exercise Price (RM)	Number of Options	Expiry Date
ESOS	18 November 2011	1.48	19,401,000	17 November 2016
	16 January 2012	1.76	279,000	17 November 2016
	11 July 2012	1.76	595,100	17 November 2016
	4 January 2013	1.81	716,500	17 November 2016
	17 June 2013	2.07	207,000	17 November 2016
	23 December 2013	1.97	352,500	17 November 2016
	Sub total		21,551,100	
RSGS	18 November 2011		1,130,000	17 November 2016
	Total		22,681,100	

The Company was granted an exemption by the Companies Commission of Malaysia from having to disclose the names of option holders, other than directors, who have been granted options for less than 200,000 ordinary shares of RM1.00 each. The employees who have been granted 200,000 options or more under the ESOS are as follows:

	Number of options over ordinary shares of RM1.00 each				
Name	**Exercise Price**	**1 April 2013**	**Granted**	**Exercised**	**31 March 2014**
Mohd Yusof bin Pandak Yatim	1.48	345,000	-	(65,000)	280,000
Nazaruddin bin Mohd Hadri	1.48	300,000	-	(64,000)	236,000
Dzakwan bin Mansori	1.48	360,000	-	-	360,000
M.Aslam Haroon	1.48	360,000	-	(60,000)	300,000
Ahmad Zakri bin Abu Bakar	1.48	280,000	-	-	280,000
Mohd Khairi bin Mahamor	1.48	280,000	-	(168,000)	112,000
Jasmin binti Hood	1.48	200,000	-	(110,000)	90,000
Lee Mo Leng	1.48	180,000	-	(20,000)	160,000
Kamalanathan a/l Sabapathy	1.48	200,000	-	-	200,000
Rosedean Zaily@Rosedean bin Zulkifli	1.48	160,000	-	(40,000)	120,000

The maximum number of option shares which the aforesaid option holders can exercise in a particular year shall be limited to 20% of their granted allocation as stipulated in their ESS offer letter.

Details of options granted to directors are disclosed in the section on Directors' Interests in this report.

EMPLOYEES' SHARE SCHEME ("ESS") (CONTD.)

During the year, the following officers of the Group have been vested with the RSGS shares under the Company's ESS:

Name	Number of Ordinary Shares of RM1.00 each granted under the Restricted Share Grant Scheme 1 April 2013	Granted	Vested	31 March 2014
Mohd Yusof bin Pandak Yatim	-	18,000	(18,000)	-
Nazaruddin bin Mohd Hadri	-	18,000	(18,000)	-
Dzakwan bin Mansori	-	18,000	(18,000)	-
M.Aslam Haroon	-	18,000	(18,000)	-
Ahmad Zakri bin Abu Bakar	-	14,000	(14,000)	-
Mohd Khairi bin Mahamor	-	14,000	(14,000)	-
Jasmin binti Hood	-	10,000	(10,000)	-
Lee Mo Leng	-	10,000	(10,000)	-
Kamalanathan a/l Sabapathy	-	10,000	(10,000)	-
Rosedean Zaily@Rosedean bin Zulkifli	-	10,000	(10,000)	-
Ali bin Khamis	-	7,500	(7,500)	-

The vesting of the RSGS shares is conditional upon the satisfaction of the performance targets of the Group and all other conditions as set out in the ESS Bye-Laws.

OTHER STATUTORY INFORMATION

(a) Before the statements of comprehensive income and statements of financial position of the Group and of the Company were made out, the directors took reasonable steps:

   (i) to ascertain that proper action had been taken in relation to the writing off of bad debts and the making of allowance for doubtful debts and satisfied themselves that all known bad debts had been written off and that adequate allowance had been made for doubtful debts; and

   (ii) to ensure that any current assets which were unlikely to realise their values as shown in the accounting records in the ordinary course of business had been written down to an amount which they might be expected so to realise.

OTHER STATUTORY INFORMATION (CONTD.)

(b) At the date of this report, the directors are not aware of any circumstances which would render:

(i) the amount written off for bad debts or the allowance for doubtful debts of the Group and of the Company inadequate to any substantial extent; and

(ii) the values attributed to the current assets in the financial statements of the Group and of the Company misleading.

(c) At the date of this report, the directors are not aware of any circumstances which have arisen which render adherence to the existing method of valuation of assets or liabilities of the Group and of the Company misleading or inappropriate.

(d) At the date of this report, the directors are not aware of any circumstances not otherwise dealt with in this report or the financial statements of the Group and of the Company which would render any amount stated in the financial statements misleading.

(e) As at the date of this report, there does not exist:

(i) any charge on the assets of the Group or of the Company which has arisen since the end of the financial year which secures the liabilities of any other person; or

(ii) any contingent liability of the Group or of the Company which has arisen since the end of the financial year.

(f) In the opinion of the directors:

(i) no contingent or other liability has become enforceable or is likely to become enforceable within the period of twelve months after the end of the financial year which will or may affect the ability of the Group or of the Company to meet its obligations as and when they fall due; and

(ii) no item, transaction or event of a material and unusual nature has arisen in the interval between the end of the financial year and the date of this report which is likely to affect substantially the results of the operations of the Group or of the Company for the financial year in which this report is made.

SIGNIFICANT AND SUBSEQUENT EVENTS

The significant event during the year and subsequent event after the reporting date are as disclosed in Note 36 to the financial statements.

AUDITORS

The auditors, Hanafiah Raslan & Mohamad, have expressed their willingness to continue in office.

Signed on behalf of the Board in accordance with a resolution of the directors dated 18 July 2014.

Tan Sri Dato' Ir. Muhammad Radzi bin Haji Mansor

Roslan bin Hamir

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KUMPULAN FIMA BERHAD
(Incorporated in Malaysia)

STATEMENT BY DIRECTORS
PURSUANT TO SECTION 169(15) OF THE COMPANIES ACT, 1965

We, Tan Sri Dato' Ir. Muhammad Radzi bin Haji Mansor and Roslan bin Hamir, being two of the directors of Kumpulan Fima Berhad, do hereby state that, in the opinion of the directors, the accompanying financial statements set out on pages 14 to 105 are drawn up in accordance with Financial Reporting Standards and the requirements of the Companies Act, 1965 in Malaysia so as to give a true and fair view of the financial position of the Group and of the Company as at 31 March 2014 and of their financial performance and cash flows for the year then ended.

The information set out in Note 43 to the financial statements have been prepared in accordance with the Guidance on Special Matter No. 1, Determination of Realised and Unrealised Profits or Losses in the Context of Disclosure Pursuant to Bursa Malaysia Securities Berhad Listing Requirements, as issued by the Malaysian Institute of Accountants.

Signed on behalf of the Board in accordance with a resolution of the directors dated 18 July 2014.

Tan Sri Dato' Ir. Muhammad Radzi bin Haji Mansor

Roslan bin Hamir

STATUTORY DECLARATION
PURSUANT TO SECTION 169(16) OF THE COMPANIES ACT, 1965

I, Mohd Yusof bin Pandak Yatim, being the officer primarily responsible for the financial management of Kumpulan Fima Berhad, do solemnly and sincerely declare that the accompanying financial statements set out on pages 14 to 106 are in my opinion correct, and I make this solemn declaration conscientiously believing the same to be true and by virtue of the provisions of the Statutory Declarations Act, 1960.

Subscribed and solemnly declared by the abovenamed Mohd Yusof bin Pandak Yatim at Kuala Lumpur in the Federal Territory on 18 July 2014

Mohd Yusof bin Pandak Yatim

PESURUHJAYA SUMPAH
No: W 602
Name: KAPT (B) AFFANDI BIN AHMAD
MALAYSIA

Before me,

No. 86, Tingkat Bawah
Jalan Putra
50350 Kuala Lumpur

Commissioner for Oaths

Hanafiah Raslan & Mohamad
AF: 0002

Chartered Accountants
Level 23A, Menara Milenium
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Independent auditors' report to the members of
KUMPULAN FIMA BERHAD
(Incorporated in Malaysia)

Report on the financial statements

We have audited the financial statements of Kumpulan Fima Berhad, which comprise the statements of financial position as at 31 March 2014 of the Group and of the Company, and the statements of comprehensive income, statements of changes in equity and statements of cash flows of the Group and of the Company for the year then ended, and a summary of significant accounting policies and other explanatory information, as set out on pages 14 to 105.

Directors' responsibility for the financial statements

The directors of the Company are responsible for the preparation of financial statements so as to give a true and fair view in accordance with Financial Reporting Standards and the requirements of the Companies Act, 1965 in Malaysia. The directors are also responsible for such internal control as the directors determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with approved standards on auditing in Malaysia. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on our judgment, including the assessment of risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, we consider internal control relevant to the entity's preparation of financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of accounting estimates made by the directors, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

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Independent auditors' report to the members of
KUMPULAN FIMA BERHAD (CONTD.)
(Incorporated in Malaysia)

Opinion

In our opinion, the financial statements give a true and fair view of the financial position of the Group and of the Company as at 31 March 2014 and of their financial performance and cash flows for the year then ended in accordance with Financial Reporting Standards and the requirements of the Companies Act, 1965 in Malaysia.

Report on other legal and regulatory requirements

In accordance with the requirements of the Companies Act, 1965 ("the Act") in Malaysia, we also report the following:

(a) In our opinion, the accounting and other records and the registers required by the Act to be kept by the Company and its subsidiaries of which we have acted as auditors have been properly kept in accordance with the provisions of the Act.

(b) We have considered the financial statements and the auditors' report of a subsidiary which we have not acted as auditors, which are indicated in Note 40 to the financial statements, being financial statements that have been included in the consolidated financial statements.

(c) We are satisfied that the financial statements of the subsidiaries that have been consolidated with the financial statements of the Company are in form and content appropriate and proper for the purposes of the preparation of the consolidated financial statements and we have received satisfactory information and explanations required by us for those purposes.

(d) The auditors' reports on the financial statements of the subsidiaries were not subject to any qualification and did not include any comment required to be made under Section 174(3) of the Act.

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Independent auditors' report to the members of
KUMPULAN FIMA BERHAD (CONTD.)
(Incorporated in Malaysia)

Other reporting responsibilities

The supplementary information set out in Note 43 on page 106 is disclosed to meet the requirement of Bursa Malaysia Securities Berhad. The directors are responsible for the preparation of the supplementary information in accordance with Guidance on Special Matter No. 1, Determination of Realised and Unrealised Profits or Losses in the Context of Disclosure Pursuant to Bursa Malaysia Securities Berhad Listing Requirements, as issued by the Malaysian Institute of Accountants ("MIA Guidance") and the directive of Bursa Malaysia Securities Berhad. In our opinion, the supplementary information is prepared, in all material respects, in accordance with the MIA Guidance and the directive of Bursa Malaysia Securities Berhad.

Other matters

This report is made solely to the members of the Company, as a body, in accordance with Section 174 of the Companies Act, 1965 in Malaysia and for no other purpose. We do not assume responsibility to any other person for the content of this report.

Hanafiah Raslan & Mohamad
AF: 0002
Chartered Accountants

Muhammad Affan bin Daud
No. 3063/02/16(J)
Chartered Accountant

Kuala Lumpur, Malaysia
18 July 2014

KUMPULAN FIMA BERHAD
(Incorporated in Malaysia)

STATEMENTS OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 31 MARCH 2014

		Group		Company	
	Note	**2014**	**2013**	**2014**	**2013**
		RM'000	**RM'000**	**RM'000**	**RM'000**
Revenue	3	504,586	486,524	73,804	78,444
Cost of sales	4	(291,080)	(271,622)	(12,700)	(35,309)
Gross profit		213,506	214,902	61,104	43,135
Other income	5	12,879	13,432	5,965	83,220
Other items of expense					
Administrative expenses		(62,768)	(60,067)	(8,571)	(8,221)
Selling and marketing expenses		(11,253)	(9,658)	-	-
Other expenses		(28,851)	(19,158)	(5,493)	(4)
		(102,872)	(88,883)	(14,064)	(8,225)
Finance costs	8	(1,044)	(885)	(11)	(12)
Share of profit of associates		6,893	3,450	-	-
Profit before tax	9	129,362	142,016	52,994	118,118
Income tax expense	10	(39,331)	(37,766)	(2,489)	(1,777)
Profit net of tax		90,031	104,250	50,505	116,341
Other comprehensive loss					
Foreign currency translation loss - to be reclassified subsequently to profit or loss		(29,585)	(7,156)	-	-
Total comprehensive income for the year		60,446	97,094	50,505	116,341
Profit attributable to:					
Owners of the parent		60,302	77,719	50,505	116,341
Non-controlling interests		29,729	26,531	-	-
Profit for the year		90,031	104,250	50,505	116,341
Total comprehensive income attributable to:					
Owners of the parent		38,598	73,522	50,505	116,341
Non-controlling interests		21,848	23,572	-	-
Total comprehensive income for the year		60,446	97,094	50,505	116,341
Earnings per share attributable to owners of the parent (sen per share):					
Basic	11	22.16	29.05		
Diluted	11	22.03	28.80		

The accompanying accounting policies and explanatory notes form an integral part of the financial statements.

KUMPULAN FIMA BERHAD
(Incorporated in Malaysia)

STATEMENTS OF FINANCIAL POSITION
AS AT 31 MARCH 2014

	Note	Group		Company	
		2014	2013	2014	2013
		RM'000	RM'000	RM'000	RM'000
ASSETS					
Non-current assets					
Property, plant and equipment	13	245,986	220,452	37,310	37,775
Investment properties	14	71,805	73,310	3,235	3,270
Biological assets	15	119,018	100,273	-	-
Investments in subsidiaries	16	-	-	188,628	190,933
Investments in associates	17	42,906	37,152	2,251	2,251
Goodwill on consolidation	18	13,055	13,055	-	-
Deferred tax assets	29	3,041	4,297	-	-
		495,811	448,539	231,424	234,229
Current assets					
Inventories	19	109,228	113,564	-	-
Trade receivables	20	117,750	97,749	16	-
Other receivables	21	26,190	38,551	2,130	2,271
Due from subsidiaries	22	-	-	124,824	83,868
Cash and cash equivalents	23	242,798	272,236	5,210	9,598
		495,966	522,100	132,180	95,737
TOTAL ASSETS		991,777	970,639	363,604	329,966
EQUITIES AND LIABILITIES					
Equity attributable to owners of the parent					
Share capital	24	273,497	269,987	273,497	269,987
Share premium	24	21,473	18,273	21,473	18,273
Other reserves	25	64,916	87,536	20,386	21,302
Retained earnings/ (accumulated losses)	26	278,396	237,507	12,940	(18,152)
		638,282	613,303	328,296	291,410
Non-controlling interests		224,944	218,437	-	-
Total equity		863,226	831,740	328,296	291,410

KUMPULAN FIMA BERHAD
(Incorporated in Malaysia)

STATEMENTS OF FINANCIAL POSITION
AS AT 31 MARCH 2014 (CONTD.)

	Note	Group		Company	
		2014 RM'000	2013 RM'000	2014 RM'000	2013 RM'000
Non-current liabilities					
Retirement benefit obligations	28	1,425	1,232	-	-
Deferred tax liabilities	29	20,830	17,665	6,847	6,731
		22,255	18,897	6,847	6,731
Current liabilities					
Short term borrowings	27	6,195	18,472	6,195	10,835
Trade payables	30	50,356	48,077	25	61
Other payables	31	44,864	49,650	275	408
Due to subsidiaries	22	-	-	21,966	20,521
Tax payable		4,841	3,697	-	-
Retirement benefit obligations	28	40	106	-	-
		106,296	120,002	28,461	31,825
Total liabilities		128,551	138,899	35,308	38,556
TOTAL EQUITY AND LIABILITIES		991,777	970,639	363,604	329,966
Net assets per share (RM)		2.33	2.27	1.20	1.08

The accompanying accounting policies and explanatory notes form an integral part of the financial statements.

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KUMPULAN FIMA BERHAD
(Incorporated in Malaysia)

STATEMENTS OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31 MARCH 2014

				Attributable to owners of the parent									
				Non-distributable		Distributable		Non-distributable					
Group	**Note**	**Equity, total RM'000**	**Equity attributable to owners of the parent, total RM'000**	**Share capital RM'000**	**Share premium RM'000**	**Retained earnings RM'000**	**Other reserves, total RM'000**	**Capital reserve RM'000**	**Asset revaluation reserve RM'000**	**Foreign currency translation reserve RM'000**	**Employee share option reserve RM'000**	**Capital reserve arising from bonus issue in subsidiary RM'000**	**Non-controlling interests RM'000**
2014													
At 1 April 2013		831,740	613,303	269,987	18,273	237,507	87,536	437	43,313	10,888	6,140	26,758	218,437
Profit for the year		90,031	60,302	-	-	60,302	-	-	-	-	-	-	29,729
Other comprehensive loss		(29,585)	(21,704)	-	-		(21,704)	-	-	(21,704)	-	-	(7,881)
Total comprehensive income for the year		60,446	38,598	-	-	60,302	(21,704)	-	-	(21,704)	-	-	21,848
Transactions with owners													
Dividends	12	(19,413)	(19,413)	-	-	(19,413)	-	-	-	-	-	-	-
Dividend paid to minority shareholders of a subsidiary		(15,341)	-	-	-	-	-	-	-	-	-	-	(15,341)
Grant of equity-settled share options		154	154	-	-	-	154	-	-	-	154	-	-
Share options exercised		5,640	5,640	3,510	3,200	-	(1,070)	-	-	-	(1,070)	-	-
Total transactions with owners		(28,960)	(13,619)	3,510	3,200	(19,413)	(916)	-	-	-	(916)	-	(15,341)
At 31 March 2014		863,226	638,282	273,497	21,473	278,396	64,916	437	43,313	(10,816)	5,224	26,758	224,944

KUMPULAN FIMA BERHAD
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STATEMENTS OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31 MARCH 2014 (CONTD.)

			Attributable to owners of the parent										
				Non-distributable		Distributable		Non-distributable					
Group	**Note**	**Equity, total RM'000**	**Equity attributable to owners of the parent, total RM'000**	**Share capital RM'000**	**Share premium RM'000**	**Retained earnings RM'000**	**Other reserves, total RM'000**	**Capital reserve RM'000**	**Asset revaluation reserve RM'000**	**Foreign currency translation reserve RM'000**	**Employee share option reserve RM'000**	**Capital reserve arising from bonus issue in subsidiary RM'000**	**Non-controlling interests RM'000**
2013													
At 1 April 2012		752,808	548,184	265,069	13,860	175,860	93,395	437	43,313	15,085	7,802	26,758	204,624
Profit for the year		104,250	77,719	-	-	77,719	-	-	-	-	-	-	26,531
Other comprehensive loss		(7,156)	(4,197)	-	-	-	(4,197)	-	-	(4,197)	-	-	(2,959)
Total comprehensive income for the year		97,094	73,522	-	-	77,719	(4,197)	-	-	(4,197)	-	-	23,572
Transactions with owners													
Dividends	12	(16,072)	(16,072)	-	-	(16,072)	-	-	-	-	-	-	-
Dividend paid to minority shareholders of a subsidiary		(8,240)	-	-	-	-	-	-	-	-	-	-	(8,240)
Grant of equity-settled share options		364	364	-	-	-	364	-	-	-	364	-	-
Share options exercised		7,305	7,305	4,918	4,413	-	(2,026)	-	-	-	(2,026)	-	-
Redemption of Redeemable Cumulative Loan Stocks ("RCLS") by minority shareholders of a subsidiary		(1,519)	-	-	-	-	-	-	-	-	-	-	(1,519)
Total transactions with owners		(18,162)	(8,403)	4,918	4,413	(16,072)	(1,662)	-	-	-	(1,662)	-	(9,759)
At 31 March 2013		831,740	613,303	269,987	18,273	237,507	87,536	437	43,313	10,888	6,140	26,758	218,437

The accompanying accounting policies and explanatory notes form an integral part of the financial statements.

KUMPULAN FIMA BERHAD
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STATEMENTS OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31 MARCH 2014

Company	Note	Equity, total RM'000	Share capital RM'000	Share premium RM'000	Accumulated losses RM'000	Other reserves, total RM'000	Asset revaluation reserve RM'000	Employee share option reserve RM'000
			Non-distributable		Distributable	Non-distributable		
2014								
At 1 April 2013		291,410	269,987	18,273	(18,152)	21,302	15,162	6,140
Total comprehensive income for the year		50,505	-	-	50,505	-	-	-
Transactions with owners								
Dividends	12	(19,413)	-	-	(19,413)	-	-	-
Grant of equity-settled share options		154	-	-	-	154		154
Share options exercised		5,640	3,510	3,200	-	(1,070)	-	(1,070)
Total transactions with owners		(13,619)	3,510	3,200	(19,413)	(916)	-	(916)
At 31 March 2014		328,296	273,497	21,473	12,940	20,386	15,162	5,224
Company								
2013								
At 1 April 2012		183,472	265,069	13,860	(118,421)	22,964	15,162	7,802
Total comprehensive income for the year		116,341	-	-	116,341	-	-	-
Transactions with owners								
Dividends	12	(16,072)	-	-	(16,072)	-	-	-
Grant of equity-settled share options		364	-	-	-	364		364
Share options exercised		7,305	4,918	4,413	-	(2,026)	-	(2,026)
Total transactions with owners		(8,403)	4,918	4,413	(16,072)	(1,662)	-	(1,662)
At 31 March 2013		291,410	269,987	18,273	(18,152)	21,302	15,162	6,140

The accompanying accounting policies and explanatory notes form an integral part of the financial statements.

KUMPULAN FIMA BERHAD
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STATEMENTS OF CASH FLOWS
FOR THE YEAR ENDED 31 MARCH 2014

	Group		Company	
	2014	**2013**	**2014**	**2013**
	RM'000	**RM'000**	**RM'000**	**RM'000**
Cash flows from operating activities				
Profit before tax	129,362	142,016	52,994	118,118
Adjustment for:				
Depreciation				
- Property, plant and equipment	23,357	21,400	619	611
- Investment properties	1,505	1,723	35	57
Amortisation of biological assets	5,589	5,822	-	-
Impairment of property, plant and equipment	-	1,532	-	-
Net gain on disposal of property, plant and equipment	(607)	(34)	(2)	(45)
Net gain on disposal of investment property	-	(2,186)	-	(2,096)
Gain from plantation investment compensation	(714)	-	-	-
Share of profit of associates	(6,893)	(3,450)	-	-
Impairment loss on trade receivables	1,553	522	-	-
Write back of impairment loss on trade receivables	(646)	(551)	-	-
Impairment loss on amount due from a subsidiary	-	-	2,654	-
Impairment of investment in subsidiary	-	-	2,838	-
Write back of amount due from subsidiaries	-	-	-	(100)
Trade receivables written off	805	534	-	-
Write back of impairment on investment in subsidiaries	-	-	-	(77,919)
Net unrealised forex loss/(gain)	3,844	744	-	(132)
Provision for retirement benefits	258	271	-	-
Property, plant and equipment written off	-	178	-	-
Write down of inventories	239	1,534	-	-
Share options granted under ESS	501	364	6	48
Dividend income	-	-	(60,568)	(41,374)
Interest expense	1,044	885	11	12
Interest income	(8,225)	(7,632)	(5,215)	(2,293)
Operating profit/(loss) before working capital changes	150,972	163,672	(6,628)	(5,113)

KUMPULAN FIMA BERHAD
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STATEMENTS OF CASH FLOWS
FOR THE YEAR ENDED 31 MARCH 2014 (CONTD.)

	Group		Company	
	2014	**2013**	**2014**	**2013**
	RM'000	**RM'000**	**RM'000**	**RM'000**
Cash flows from operating activities (Contd.)				
Operating profit/(loss) before working capital changes (Contd.)	150,972	163,672	(6,628)	(5,113)
Decrease/(increase) in inventories	4,097	(16,261)	-	-
(Increase)/decrease in receivables	(9,352)	(37,361)	125	(453)
Increase in net amount due from related companies	-	-	(41,678)	(33,936)
Decrease in payables	(6,351)	(14,915)	(160)	(100)
Cash generated from/(used in) operations	139,366	95,135	(48,341)	(39,602)
Interest paid	(1,044)	(885)	(11)	(12)
Taxes paid	(36,286)	(41,312)	(269)	(223)
Retirement benefits paid	(39)	(40)	-	-
Net cash generated from/(used in) operating activities	101,997	52,898	(48,621)	(39,837)
Cash flows from investing activities				
Proceeds from disposal of property, plant and equipment	610	109	2	60
Proceeds from disposal of investment property	-	7,797	-	7,707
Plantation investment compensation	1,056	-	-	-
Biological assets expenditure	(30,756)	(26,131)	-	-
Purchase of property, plant and equipment	(61,440)	(23,528)	(154)	(156)
Redemption of Redeemable Convertible Loan Stock ("RCLS") by non-controlling interest	-	(3,556)	-	-
Net dividends received	1,140	1,711	57,971	40,802
Interest received	8,225	7,632	5,215	2,293
Net cash (used in)/generated from investing activities	(81,165)	(35,966)	63,034	50,706

KUMPULAN FIMA BERHAD
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STATEMENTS OF CASH FLOWS
FOR THE YEAR ENDED 31 MARCH 2014 (CONTD.)

	Group		Company	
	2014 RM'000	**2013 RM'000**	**2014 RM'000**	**2013 RM'000**
Cash flows from financing activities				
Net (repayment)/drawdown of short term borrowings	(4,640)	276	(4,640)	276
Net repayment of long term borrowings	-	(4,593)	-	-
Dividends paid	(19,413)	(16,072)	(19,413)	(16,072)
Dividends paid by a subsidiary to non-controlling interests	(15,341)	(8,240)	-	-
Increase in deposits on lien	(6)	(4)	-	-
Proceeds from exercise of ESS	5,252	7,305	5,252	7,305
Net cash used in financing activities	(34,148)	(21,328)	(18,801)	(8,491)
Net (decrease)/increase in cash and cash equivalents	(13,316)	(4,396)	(4,388)	2,378
Effect of foreign exchange rate changes in cash and cash equivalents	(8,491)	(1,582)	-	-
Cash and cash equivalents at beginning of year	264,432	270,410	9,598	7,220
Cash and cash equivalents at end of year	242,625	264,432	5,210	9,598
Cash and cash equivalents comprise:				
Cash and bank balances	18,401	19,088	1,210	1,098
Fixed deposits with financial institutions*	224,224	252,981	4,000	8,500
Secured bank overdrafts (Note 27)	-	(7,637)	-	-
	242,625	264,432	5,210	9,598
* Fixed deposits with financial institutions comprise:				
Fixed deposits (Note 23)	224,397	253,148	4,000	8,500
Less: Deposits on lien	(173)	(167)	-	-
	224,224	252,981	4,000	8,500

The accompanying accounting policies and explanatory notes form an integral part of the financial statements.

KUMPULAN FIMA BERHAD
(Incorporated in Malaysia)

NOTES TO THE FINANCIAL STATEMENTS - 31 MARCH 2014

1. CORPORATE INFORMATION

The principal activities of the Company are those of investment and property holding. The principal activities of the subsidiaries and the associates are described in Notes 40 and 41, respectively. There have been no significant changes in the nature of these activities during the financial year.

The Company is a public limited liability company, incorporated and domiciled in Malaysia, and is listed on the Main Market of Bursa Malaysia Securities Berhad. The principal place of business of the Company is located at Suite 4.1, Level 4, Block C, Plaza Damansara, No. 45, Jalan Medan Setia 1, Bukit Damansara, 50490 Kuala Lumpur.

The holding company is BHR Enterprise Sdn. Bhd., a company incorporated in Malaysia.

2. SIGNIFICANT ACCOUNTING POLICIES

2.1 Basis of Preparation

The financial statements of the Group and of the Company have been prepared in accordance with Financial Reporting Standards ("FRSs") and the requirements of the Companies Act, 1965 in Malaysia.

The financial statements of the Group and the Company have been prepared on a historical cost basis except as disclosed in the accounting policies below.

The financial statements are expressed in Ringgit Malaysia ("RM") and all values are rounded to the nearest thousand (RM’000) except where otherwise indicated.

2. SIGNIFICANT ACCOUNTING POLICIES (CONTD.)

2.2 New FRSs, Amendments to FRS and IC Interpretations

(a) Changes in Accounting Policies

The accounting policies adopted for this financial statements are consistent with those adopted by the Group in the audited financial statements for the year ended 31 March 2013 except for the adoption of the following new and revised FRSs and Issues Committee ("IC") Interpretations which are relevant to the Group's operations with effect from 1 April 2013:

Description	**Effective for annual period beginning on or after**
FRS 101 Presentation of Items of Other Comprehensive Income (Amendments to FRS 101)	1 July 2012
Amendments to FRS 101: Presentation of Financial Statements (Improvements to FRSs (2012))	1 January 2013
FRS 10 Consolidated Financial Statements	1 January 2013
FRS 11 Joint Arrangements	1 January 2013
FRS 12 Disclosure of Interests in Other Entities	1 January 2013
FRS 13 Fair Value Measurement	1 January 2013
FRS 119 Employee Benefits	1 January 2013
FRS 127 Separate Financial Statements	1 January 2013
FRS 128 Investment in Associate and Joint Ventures	1 January 2013
Amendment to IC Interpretation 2 Members’ Shares in Co-operative Entities and Similar Instruments (Improvements to FRSs (2012))	1 January 2013
IC Interpretation 20 Stripping Costs in the Production Phase of a Surface Mine	1 January 2013
Amendments to FRS 7: Disclosures - Offsetting Financial Assets and Financial Liabilities	1 January 2013
Amendments to FRS 1: First-time Adoption of Malaysian Financial Reporting Standards - Government Loans	1 January 2013
Amendments to FRS 1: First-time Adoption of Malaysian Financial Reporting Standards (Improvements to FRSs (2012))	1 January 2013
Amendments to FRS 116: Property, Plant and Equipment (Improvements to FRSs (2012))	1 January 2013
Amendments to FRS 132: Financial Instruments: Presentation (Improvements to FRSs (2012))	1 January 2013
Amendments to FRS 134: Interim Financial Reporting (Improvements to FRSs (2012))	1 January 2013

2. SIGNIFICANT ACCOUNTING POLICIES (CONTD.)

2.2 New FRSs, Amendments to FRS and IC Interpretations (Contd.)

(a) Changes in Accounting Policies (Contd.)

Description	Effective for annual period beginning on or after
Amendments to FRS 10: Consolidated Financial Statements: Transition Guidance	1 January 2013
Amendments to FRS 11: Joint Arrangements: Transition Guidance	1 January 2013
Amendments to FRS 12: Disclosure of Interests in Other Entities: Transition Guidance	1 January 2013

The initial application of the above new and revised FRSs and IC Interpretations do not have any significant impact on the financial statements of the Group and the Company except for those discussed below:

(i) FRS 10: Consolidated Financial Statements

FRS 10 replaces part of FRS 127 Consolidated and Separate Financial Statements that deals with consolidated financial statements and IC Interpretation 112 Consolidation – Special Purpose Entities. Under FRS 10, an investor controls an investee when:

(1) the investor has power over an investee;
(2) the investor has exposure, or rights, to variable returns from its involvement with the investee; and
(3) the investor has ability to use its power over the investee to affect the amount of the investor's returns.

Under FRS 127 Consolidated and Separate Financial Statements, control was defined as the power to govern the financial and operating policies of an entity so as to obtain benefits from its activities.

FRS 10 includes detailed guidance to explain when an investor has control over the investee. FRS 10 requires the investor to take into account all relevant facts and circumstances.

This standard has no impact on the Group's financial position or performance during the current financial year.

2. SIGNIFICANT ACCOUNTING POLICIES (CONTD.)

2.2 New FRSs, Amendments to FRS and IC Interpretations (Contd.)

(a) Changes in Accounting Policies (Contd.)

(ii) FRS 11: Joint Arrangements

A joint operation is a joint arrangement whereby the parties that have joint control of the arrangement have rights to the assets, and obligations for the liabilities, relating to the arrangement. A joint venture is a joint arrangement whereby the parties that have joint control of the arrangement have rights to the net assets of the arrangement.

FRS 11 removes the option to account for jointly controlled entities ("JCE") using proportionate consolidation. Instead, JCE that meet the definition of a joint venture must be accounted for using the equity method.

This standard has no impact on the Group's financial position or performance during the current financial year.

(iii) FRS 12: Disclosure of Interests in Other Entities

FRS 12 includes all disclosure requirements for interests in subsidiaries, joint arrangements, associates and structured entities. A number of new disclosures are required. This standard affects disclosures only and has no impact on the Group's financial position or performance.

(iv) FRS 127: Separate Financial Statements

As a consequence of the new FRS 10 and FRS 12, FRS 127 is limited to accounting for subsidiary companies, jointly controlled entities and associated companies in separate financial statements.

This standard has no impact on the Group's financial position or performance in the period of initial application.

(v) FRS 128: Investments in Associates and Joint Ventures

As a consequence of the new FRS 11 and FRS 12, FRS 128 is renamed as FRS 128 Investments in Associates and Joint Ventures. This new standard describes the application of the equity method to investments in joint ventures in addition to associates.

This standard has no impact on the Group's financial position or performance in the period of initial application.

2. SIGNIFICANT ACCOUNTING POLICIES (CONTD.)

2.2 New FRSs, Amendments to FRS and IC Interpretations (Contd.)

(a) Changes in Accounting Policies (Contd.)

(vi) FRS 13: Fair Value Measurement

FRS 13 establishes a single source of guidance under FRS for all fair value measurements. FRS 13 does not change when an entity is required to use fair value, but rather provides guidance on how to measure fair value under FRS. FRS 13 defines fair value as an exit price. As a result of the guidance in FRS 13, the Group re-assessed its policies for measuring fair values in particular, its valuation inputs such as non-performance risk for fair value measurement of liabilities. FRS 13 also requires additional disclosures.

Upon adoption of FRS 13, the Group takes into consideration the highest and best use of certain properties in measuring the fair value of such properties. Additional disclosures where required, are provided in the individual notes relating to the assets and liabilities whose fair values were determined.

(vii) FRS 119: Employee Benefits

The most significant change relates to the accounting for changes in defined benefit obligations and plan assets. The amendments require the recognition of changes in defined benefit obligations and in fair value of plan assets when they occur, and hence eliminate the “corridor approach” as permitted under the previous version of FRS 119 and accelerate the recognition of past service costs. The amendments require all actuarial gains and losses to be recognised immediately through other comprehensive income in order for the net pension asset or liability recognised in the consolidated statement of financial position to reflect the full value of the plan deficit or surplus.

The amendments to FRS 119 require retrospective application with certain exceptions. The application of this standard does not materially impact the financial position of the Group.

2. SIGNIFICANT ACCOUNTING POLICIES (CONTD.)

2.2 New FRSs, Amendments to FRS and IC Interpretations (Contd.)

(b) Standards Issued But Not Yet Effective

The standards and interpretations that are issued but not yet effective up to the date of issuance of the Group's and the Company's financial statements are disclosed below. The Group and the Company intend to adopt these standards, if applicable, when they become effective.

Description	**Effective for annual period beginning on or after**
Amendments to FRS 132: Offsetting Financial Assets and Financial Liabilities	1 January 2014
Amendments to FRS 10, FRS 12 and FRS 127: Investment Entities	1 January 2014
Amendments to FRS 136: Impairment of Assets (Recoverable amount disclosures for non-financial assets)	1 January 2014
Amendments to FRS 139: Financial Instruments - Recognition and Measurement (Novation of Derivatives and Contribution of Hedge Accounting)	1 January 2014
Amendments to FRS 119: Defined Benefits Plan (Employee Contributions)	1 July 2014
Amendments to FRS 124: Related party disclosures Annual Improvements to FRSs 2010 - 2012 Cycle	1 July 2014
Amendments to FRS 138: Intangible assets Annual Improvements to FRSs 2011 - 2013 Cycle	1 July 2014
FRS 9 Financial Instruments (IFRS 9 issued by IASB in November 2009)	To be announced
FRS 9 Financial Instruments (IFRS 9 issued by IASB in October 2010)	To be announced
FRS 9 Financial Instruments: Hedge Accounting and amendments to FRS 9, FRS 7 and FRS 139)	To be announced

The directors expect that the adoption of the above standards and interpretations will have no material impact on the financial statements in the period of initial application except as discussed below:

2. SIGNIFICANT ACCOUNTING POLICIES (CONTD.)

2.2 New FRSs, Amendments to FRS and IC Interpretations (Contd.)

(b) Standards Issued But Not Yet Effective (Contd.)

(i) FRS 9: Financial Instruments

FRS 9 reflects the first phase of work on the replacement of FRS 139 and applies to classification and measurement of financial assets and financial liabilities as defined in FRS 139. The standard was initially effective for annual periods beginning on or after 1 January 2013, but amendments to FRS 9: Mandatory Effective Date of FRS 9 and Transition Disclosures, issued in March 2012, moved the mandatory effective date to 1 January 2015. Subsequently, on 14 February 2014, it was announced that the new effective date will be decided when the project is close to completion. The adoption of the first phase of FRS 9 will have an effect of the classification and measurement of the Group's financial assets, but will not have an impact on classification and measurement of the Group's financial liabilities. The Group will quantify the effect in conjunction with the other phases, when the final standard including all phases is issued.

(c) Malaysian Financial Reporting Standards ("MFRS") Framework

On 19 November 2011, the Malaysian Accounting Standards Board ("MASB") issued a new MASB approved accounting framework, the Malaysian Financial Reporting Standards Framework ("MFRS Framework").

The MFRS Framework is to be applied by all Entities Other than Private Entities for annual periods beginning on or after 1 January 2012, with the exception of entities that are within the scope of MFRS 141 Agriculture (MFRS 141) and IC Interpretation 15 Agreements for the Construction of Real Estate (IC 15), including its parent, significant investor and venturer (herein called "Transitioning Entities").

Transitioning Entities are allowed to defer adoption of the new MFRS Framework for an additional three years. Consequently, adoption of the MFRS Framework by Transitioning Entities will be mandatory for annual periods beginning on or after 1 January 2015.

The Group falls within the scope definition of Transitioning Entities and accordingly, will be required to prepare financial statements using the MFRS Framework in its first MFRS financial statements for the year ending 31 March 2016. In presenting its first MFRS financial statements, the Group will be required to adjust the comparative financial statements prepared under FRS to amounts reflecting the application of MFRS Framework. The majority of the adjustments required on transition will be made, retrospectively, against the opening retained earnings. The Group has opted to defer the adoption of the MFRS Framework to the financial year beginning on 1 April 2015.

2. SIGNIFICANT ACCOUNTING POLICIES (CONTD.)

2.3 Summary of Significant Accounting Policies

(a) Subsidiaries and Basis of Consolidation

(i) Subsidiaries

A subsidiary company is an entity over which the Group has the following:

(i) Power over the investee (i.e. existing rights that give it the current ability to direct the relevant activities of the investee);

(ii) Exposure, or rights, to variable returns from its investment with the investee; and

(iii) The ability to use its power over the investee to affect its returns.

In the Company's separate financial statements, investments in subsidiary companies are accounted for at cost less impairment losses. On disposal of such investments, the difference between net disposal proceeds and their carrying amounts is included in profit or loss.

(ii) Basis of Consolidation

The consolidated financial statements comprise the financial statements of the Company and its subsidiary companies as at the reporting date. The financial statements of the subsidiary companies used in the preparation of the consolidated financial statements are prepared for the same reporting date as the Company. Consistent accounting policies are applied for like transactions and events in similar circumstances.

The Company controls an investee if and if only the Company has the following:

(i) Power over the investee (i.e. existing rights that give it the current ability to direct the relevant activities of the investee);

(ii) Exposure, or rights, to variable returns from its investment with the investee; and

(iii) The ability to use its power over the investee to affect its returns.

2. SIGNIFICANT ACCOUNTING POLICIES (CONTD.)

2.3 Summary of Significant Accounting Policies (Contd.)

(a) Subsidiaries and Basis of Consolidation (Contd.)

(ii) Basis of Consolidation (Contd.)

When the Company has less than a majority of the voting rights of an investee, the Company considers the following in assessing whether or not the Company's voting rights in an investee are sufficient to give it power over the investee:

(i) The size of the Company's holding of voting rights relative to the size and dispersion of holdings of the other vote holders;

(ii) Potential voting rights held by the Company, other vote holders or other parties;

(iii) Rights arising from other contractual arrangements; and

(iv) Any additional facts and circumstances that indicate that the Company has, or does not have, the current ability to direct the relevant activities at the time that decisions need to be made, including voting patterns at previous shareholders' meetings.

Subsidiary companies are consolidated when the Company obtains control over the subsidiary company and ceases when the Company loses control of the subsidiary company. All intra-group balances, income and expenses and unrealised gains and losses resulting from intra-group transactions are eliminated in full.

Losses within a subsidiary company are attributed to the non-controlling interests even if that results in a deficit balance.

Changes in the Group's ownership interests in subsidiary companies that do not result in the Group losing control over the subsidiaries are accounted for as equity transactions. The carrying amounts of the Group's interests and the non-controlling interests are adjusted to reflect the changes in their relative interests in the subsidiary company. The resulting difference is recognised directly in equity and attributed to owners of the Company.

When the Group loses control of a subsidiary company, a gain or loss calculated as the difference between (i) the aggregate of the fair value of the consideration received and the fair value of any retained interest and (ii) the previous carrying amount of the assets and liabilities of the subsidiary company and any non-controlling interest, is recognised in profit or loss. The subsidiary company's cumulative gain or loss which has been recognised in other comprehensive income and accumulated in equity are reclassified to profit or loss or where applicable, transferred directly to retained earnings. The fair value of any investment retained in the former subsidiary company at the date control is lost is regarded as the cost on initial recognition of the investment.

2. SIGNIFICANT ACCOUNTING POLICIES (CONTD.)

2.3 Summary of Significant Accounting Policies (Contd.)

(a) Subsidiaries and Basis of Consolidation (Contd.)

(ii) Basis of Consolidation (Contd.)

Business Combinations

Acquisitions of subsidiaries are accounted for using the acquisition method. The cost of an acquisition is measured as the aggregate of the consideration transferred, measured at acquisition date fair value and the amount of any non-controlling interests in the acquiree. The Group elects on a transaction-by-transaction basis whether to measure the non-controlling interests in the acquiree either at fair value or at the proportionate share of the acquiree's identifiable net assets. Transaction costs incurred are expensed and included in administrative expenses.

Any contingent consideration to be transferred by the acquirer will be recognised at fair value at the acquisition date. Subsequent changes in the fair value of the contingent consideration which is deemed to be an asset or liability, will be recognised in accordance with FRS 139 either in profit or loss or as a change to other comprehensive income. If the contingent consideration is classified as equity, it will not be remeasured. Subsequent settlement is accounted for within equity. In instances where the contingent consideration does not fall within the scope of FRS 139, it is measured in accordance with the appropriate FRS.

When the Group acquires a business, it assesses the financial assets and liabilities assumed for appropriate classification and designation in accordance with the contractual terms, economic circumstances and pertinent conditions as at the acquisition date. This includes the separation of embedded derivatives in host contracts by the acquiree.

If the business combination is achieved in stages, the acquisition date of the acquirer's previously held equity interest in the acquiree is remeasured to fair value at the acquisition date through profit or loss.

Goodwill is initially measured at cost, being the excess of the aggregate of the consideration transferred and the amount recognised for non-controlling interests over the net identifiable assets acquired and liabilities assumed. If this consideration is lower than fair value of the net assets of the subsidiary company acquired, the difference is recognised in profit or loss. The accounting policy for goodwill is set out in Note 2.3(e).

2. SIGNIFICANT ACCOUNTING POLICIES (CONTD.)

2.3 Summary of Significant Accounting Policies (Contd.)

(b) Transaction with Non-controlling Interests

Non-controlling interests at the reporting date, being the portion of the net assets of subsidiary companies attributable to equity interests that are not owned by the Company, whether directly or indirectly through subsidiary companies, are presented in the consolidated statement of financial position and statement of changes in equity within equity, separately from equity attributable to the equity shareholders of the Company. Non-controlling interests in the results of the Group are presented in the consolidated statement of profit or loss and other comprehensive income as an allocation of the profit or loss and the comprehensive income for the year between the non-controlling interests and the equity shareholders of the Company.

Losses applicable to the non-controlling interest in a subsidiary company are allocated to the non-controlling interests even if doing so causes the non-controlling interests to have a deficit balance.

The Group treats all changes in its ownership interest in a subsidiary company that do not result in a loss of control as equity transactions between the Group and its non-controlling interest holders. Any difference between the Group's share of net assets before and after the change, and any consideration received or paid, is adjusted to or against Group reserves.

(c) Investment in Associate Companies

An associate is an entity, not being a subsidiary or a joint venture, in which the Group has significant influence. An associate is equity accounted for from the date the Group obtains significant influence until the date the Group ceases to have significant influence over the associate.

The Group's investment in associate are accounted for using the equity method. Under the equity method, the investment in associate is measured in the statement of financial position at cost plus post-acquisition changes in the Group's share of net assets of the associate. Goodwill relating to associate is included in the carrying amount of the investment. Any excess of the Group's share of the net fair value of the associate's identifiable assets, liabilities and contingent liabilities over the cost of the investment is excluded from the carrying amount of the investment and is instead included as income in the determination of the Group's share of the associate's profit or loss for the period in which the investment is acquired.

2. SIGNIFICANT ACCOUNTING POLICIES (CONTD.)

2.3 Summary of Significant Accounting Policies (Contd.)

(c) Investment in Associate Companies (Contd.)

When the Group’s share of losses in an associate equals or exceeds its interest in the associate, including any long-term interests that, in substance, form part of the Group’s net investment in the associates, the Group does not recognise further losses, unless it has incurred obligations or made payments on behalf of the associate.

After application of the equity method, the Group determines whether it is necessary to recognise an additional impairment loss on the Group's investment in its associates. The Group determines at each reporting date whether there is any objective evidence that the investment in the associate is impaired. If this is the case, the Group calculates the amount of impairment as the difference between the recoverable amount of the associate and its carrying value and recognises the amount in profit or loss.

The financial statements of the associated company are prepared as of the same reporting date as the Company. Where necessary, adjustments are made to bring the accounting policies in line with those of the Group.

In the Company’s separate financial statements, investments in associate are stated at cost less impairment losses. On disposal of such investments, the difference between net disposal proceeds and their carrying amounts is included in profit or loss.

The most recent available audited financial statements of the associates are used by the Group in applying the equity method. Where the dates of the audited financial statements used are not coterminous with those of the Group, the share of results is arrived at from the last audited financial statements available and management financial statements to the end of the accounting period. Uniform accounting polices are adopted for like transactions and events in similar circumstances.

(d) Revenue Recognition

Revenue is recognised when it is probable that economic benefits associated with the transaction will flow to the Group and the amount of revenue can be reliably measured. Specific income streams are recognised as follows:

(i) Sale of Goods

Revenue relating to sale of goods is recognised net of sales taxes and discounts, and upon transfer of significant risks and rewards of ownership to the buyer.

(ii) Rental Income

Rental income from investment property is recognised on a straight-line basis over the term of the lease.

2. SIGNIFICANT ACCOUNTING POLICIES (CONTD.)

2.3 Summary of Significant Accounting Policies (Contd.)

(d) Revenue Recognition (Contd.)

Revenue is recognised when it is probable that economic benefits associated with the transaction will flow to the Group and the amount of revenue can be reliably measured. Specific income streams are recognised as follows: (Contd.)

(iii) Property Management Services

Revenue from property management is recognised when services are rendered.

(iv) Dividend Income

Dividend income is recognised when the right to receive payment is established.

(v) Receipt in advance

Receipt in advance are deferred and classified under current liabilities in the statement of financial position.

(vi) Interest income

Interest income is recognised using the effective interest method.

(vii) Management fees

Management fees are recognised when the Group's right to receive payment is established.

(e) Goodwill

Goodwill acquired in a business combination is initially measured at cost being the excess of the cost of business combination over the Group’s interest in the net fair value of the identifiable assets, liabilities and contingent liabilities. Following the initial recognition, goodwill is measured at cost less any accumulated impairment losses. Goodwill is not amortised but instead, it is reviewed for impairment, annually or more frequently if events or changes in circumstances indicate that the carrying value may be impaired. Gains and losses on the disposal of an entity include the carrying amount of goodwill relating to the entity sold.

2. SIGNIFICANT ACCOUNTING POLICIES (CONTD.)

2.3 Summary of Significant Accounting Policies (Contd.)

(f) Biological Assets

(i) Oil Palm Planting Expenditure

All expenses incurred in land preparation, planting and developing of oil palm up to maturity are capitalised as biological assets. A portion of the indirect overheads which include general and administrative expenses incurred on immature plantation is similarly capitalised under biological assets until such time when the plantation attains maturity at the age of 36 months. All expenses subsequent to maturity are recognised in the profit or loss. Upon attaining maturity, oil palm planting expenditure is amortised over 20 - 25 years. Replanting expenditure and nursery assets is capitalised under oil palm planting expenditure in the year in which it is incurred until maturity.

(ii) Pineapple Planting Expenditure

New estate development expenditure is capitalised until the plants attain maturity, after which time the amount capitalised will be charged to the profit or loss based on the area harvested. Replanting expenditure consists of expenses incurred from the stage of clearing to maturity. Replanting expenditure is capitalised and will be charged to the profit or loss based on area harvested upon attaining maturity.

(g) Foreign Currencies

(i) Functional and Presentation Currency

The individual financial statements of each entity in the Group are measured using the currency of the primary economic environment in which the entity operates (“the functional currency”). The consolidated financial statements are presented in Ringgit Malaysia ("RM"), which is also the Company’s functional currency.

(ii) Foreign Currency Transactions

Transactions in foreign currencies other than the Company's functional currency (foreign currencies) are recorded in the functional currencies at exchange rates approximating those ruling at the transaction dates. At each reporting date, monetary items denominated in foreign currencies are translated at the rates prevailing on the reporting date. Non-monetary items carried at fair value that are denominated in foreign currencies are translated at the rates prevailing on the date when the fair value was determined. Non-monetary items that are measured in terms of historical cost in a foreign currency are not translated.

2. SIGNIFICANT ACCOUNTING POLICIES (CONTD.)

2.3 Summary of Significant Accounting Policies (Contd.)

(g) Foreign Currencies (Contd.)

(ii) Foreign Currency Transactions (Contd.)

Exchange differences arising on the settlement of monetary items, and on the translation of monetary items, are included in the profit or loss for the period except for exchange differences arising on monetary items that form part of the Group's net investment in foreign operation. These are initially taken directly to the foreign currency translation reserve within equity until the disposal of the foreign operations, at which time they are recognised in profit or loss. Exchange differences arising on monetary items that form part of the Company's net investment in foreign operation are recognised in profit or loss in the Company's separate financial statements or the individual financial statements of the foreign operation, as appropriate.

Exchange difference arising on the retranslation of non-monetary items carried at fair value are included in profit or loss for the period except for the differences arising on the retranslation of non-monetary items in respect of which gains and losses are recognised directly in equity. Exchange differences arising from such non-monetary items are also recognised directly in equity.

(iii) Foreign Operations

The results and financial position of foreign operations that have a functional currency different from the presentation currency, RM of the consolidated financial statements are translated into RM as follows:

- Assets and liabilities for each statement of financial position presented are translated at the closing rate prevailing at the reporting date;

- Income and expenses for each profit or loss are translated at average exchange rates for the year, which approximates the exchange rates at the dates of the transactions; and

- All resulting exchange differences are taken to the foreign currency translation reserve within equity.

(h) Property, Plant and Equipment and Depreciation

All items of property, plant and equipment are initially recorded at cost. The cost of an item of property, plant and equipment is recognised as an asset, if and only if, it is probable that future economic benefits associated with the item will flow to the Group and the cost of the item can be measured reliably.

2. SIGNIFICANT ACCOUNTING POLICIES (CONTD.)

2.3 Summary of Significant Accounting Policies (Contd.)

(h) Property, Plant and Equipment and Depreciation (Contd.)

Subsequent to recognition, property, plant and equipment except for certain freehold land and buildings are measured at cost less accumulated depreciation and accumulated impairment losses. When significant parts of property, plant and equipment are required to be replaced in intervals, the Group recognises such parts as individual assets with specific useful lives and depreciation, respectively. Likewise, when a major inspection is performed, its cost is recognised in the carrying amount of the plant and equipment as a replacement if the recognition criteria is satisfied. All other repair and maintenance costs are recognised in profit or loss as incurred.

Freehold land and buildings other than office buildings are stated at revalued amount, which is the fair value at the date of the revaluation less any accumulated impairment losses. Revaluations are made at least once in every five years based on a revaluation by an independent valuer on an open market value basis. Any revaluation surplus is credited to the revaluation reserve included within equity, except to the extent that it reverses a revaluation decrease for the same asset previously recognised in profit or loss, in which case the increase is recognised in profit or loss to the extent of the decrease previously recognised.

A revaluation deficit is first offset against unutilised previously recognised revaluation surplus in respect of the same asset and the balance is thereafter recognised in profit or loss. Upon disposal or retirement of an asset, any revaluation reserve relating to the particular asset is transferred directly to retained earnings.

Freehold land has an unlimited useful life and therefore is not depreciated. Land held on long lease is held on a lease with an unexpired period of 50 years or more. A lease of less than 50 years is described as a short lease.

Other property, plant and equipment is depreciated on a straight-line basis to write-off the cost of each asset to its residual value over the estimated useful life, at the following annual rates:

Buildings	2.0% - 10.0%
Leasehold land	Over lease period
Plant and machinery	4.0% - 33.33%
Fish canning facilities	2.0%
Warehouses, storage tanks and pipelines	4.0%
Motor vehicles	10.0% - 33.33%
Office equipment, furniture and fittings	6.66% - 25.0%
Renovations	10.0% - 20.0%
Tools, accessories and computer equipment	20.0% - 33.33%

2. SIGNIFICANT ACCOUNTING POLICIES (CONTD.)

2.3 Summary of Significant Accounting Policies (Contd.)

(h) Property, Plant and Equipment and Depreciation (Contd.)

Assets under construction or capital work-in-progress included in property, plant and equipment are not depreciated as these assets are not yet available for use.

The carrying values of property, plant and equipment are reviewed for impairment when events or changes in circumstances indicate that the carrying value may not be recoverable.

The residual value, useful life and depreciation method are reviewed at each financial year-end, and adjusted prospectively if appropriate.

An item of property, plant and equipment is derecognised upon disposal or when no future economic benefits are expected from its use or disposal. Any gain or loss on derecognition of the asset is included in the profit or loss in the year the asset is derecognised.

(i) Investment Properties

Investment properties are properties which are held either to earn rental income or for capital appreciation or for both. Such properties are measured initially at cost, including transaction costs. Subsequent to initial recognition, investment properties are stated at cost less accumulated depreciation and any accumulated impairment losses. Freehold land has an unlimited useful life and therefore is not depreciated.

Depreciation of investment properties is provided for on a straight-line basis to write-off the cost of the property to its residual value over its estimated useful life, at the following annual rates:

Freehold building	2%
Leasehold building	2% to 3%
Leasehold land	Over lease period

The residual values, useful life and depreciation method are reviewed at each financial year-end to ensure that the amount, method and period of depreciation are consistent with previous estimates and the expected pattern of consumption of the future economic benefits embodied in the investment property.

Investment properties are derecognised when either they have been disposed of or when the investment property is permanently withdrawn from use and no future economic benefit is expected from its disposal. Any gains or losses on the retirement or disposal of an investment property are recognised in the profit or loss in the year in which they arise.

2. SIGNIFICANT ACCOUNTING POLICIES (CONTD.)

2.3 Summary of Significant Accounting Policies (Contd.)

(j) Inventories

Inventories are stated at the lower of cost and net realisable value.

Cost is determined on the First-In, First-Out ("FIFO") basis. Cost of finished goods and work-in-progress includes direct materials, direct labour, other direct costs and appropriate production overheads.

Net realisable value represents the estimated selling price in the ordinary course of business less all estimated costs to completion and the estimated costs necessary to make the sale.

(k) Income Tax

(i) Current tax

Current tax assets and liabilities are measured at the amount expected to be recovered from or paid to the taxation authorities. The tax rates and tax laws used to compute the amount are those that are enacted or substantively enacted by the reporting date.

Current taxes are recognised in profit or loss except to the extent that the tax relates to items recognised outside profit or loss, either in other comprehensive income or directly in equity.

(ii) Deferred tax

Deferred tax is provided using the liability method on temporary differences at the reporting date between the tax bases of assets and liabilities and their carrying amounts for financial reporting purposes.

Deferred tax liabilities are recognised for all temporary differences, except:

- where the deferred tax liability arises from the initial recognition of goodwill or of an asset or liability in a transaction that is not a business combination and, at the time of the transaction, affects neither the accounting profit nor taxable profit or loss; and

- in respect of taxable temporary differences associated with investments in subsidiary companies, associated companies and interests in joint ventures, where the timing of the reversal of the temporary differences can be controlled and it is probable that the temporary differences will not reverse in the foreseeable future.

2. SIGNIFICANT ACCOUNTING POLICIES (CONTD.)

2.3 Summary of Significant Accounting Policies (Contd.)

(l) Provisions for Liabilities

Provisions are recognised when the Group has a present obligation as a result of a past event and it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation, and a reliable estimate of the amount can be made.

Provisions are reviewed at each reporting date and adjusted to reflect the current best estimate. If it is no longer probable that an outflow of economic resources will be required to settle the obligation, the provision is reversed. If the effect of the time value of money is material, provisions are discounted using a current pre tax rate that reflects, where appropriate, the risks specific to the liability. When discounting is used, the increase in the provision due to the passage of time is recognised as a finance cost.

(m) Employee Benefits

(i) Short Term Benefits

Wages, salaries, bonuses and social security contributions are recognised as an expense in the year in which the associated services are rendered by employees of the Group and of the Company. Short term accumulating compensated absences such as paid annual leave are recognised when services are rendered by employees that increase their entitlement to future compensated absences, and short term non-accumulating compensated absences such as sick leave are recognised when the absences occur.

(ii) Defined Contribution Plan

As required by law, companies in Malaysia make contributions to the national pension scheme, the Employees Provident Fund ("EPF"). Such contributions are recognised as an expense in the profit or loss as incurred.

(iii) Defined Benefit Plan

The Group, other than the foreign subsidiary in Indonesia, operates a retirement benefit scheme for eligible employees of the Group under the Retirement Benefits Plan.

2. SIGNIFICANT ACCOUNTING POLICIES (CONTD.)

2.3 Summary of Significant Accounting Policies (Contd.)

(m) Employee Benefits (Contd.)

(iii) Defined Benefit Plan (Contd.)

The Group sets aside provisions for retirement benefits based on the basic monthly salary of each eligible employee at the end of each financial year of service over the employees' period of employment and one of the subsidiaries sets aside provision for retirement benefits based on fixed entitlement in relation to the subsidiary's employees period of employment. The subsidiary has performed its own computation to determine the provision needed in respect of the scheme and an actuarial valuation has not been carried out. The directors are of the opinion that if an actuary is engaged, the effect of additional provision if any, in the financial statements is not material and as such does not justify the cost of the engagement of an actuary.

Foreign subsidiary in Indonesia

The foreign subsidiary in Indonesia, operates an unfunded, defined benefit Retirement Benefit Scheme ("the Scheme") for its eligible employees. The foreign subsidiary's obligation under the Scheme, calculated using the Projected Unit Credit Method, is determined based on actuarial assumptions by independent actuaries, through which the amount of benefit that employees have earned in return for their services in the current and prior years is estimated. That benefit is discounted in order to determine its present value. Actuarial gains and losses are recognised immediately through other comprehensive income in order for the net pension assets or liability recognised in the consolidated statement of financial position to reflect the full value of the plan deficit or surplus. Past service costs are recognised immediately to the extent that the benefits are already vested, and otherwise are amortised on a straight-line basis over the average period until the amended benefits become vested.

The amount recognised in the statement of financial position represents the present value of the defined benefit obligations adjusted for unrecognised past service costs, and reduced by the fair value of plan assets. Any asset resulting from this calculation is limited to the net total of any past service costs, and the present value of any economic benefits in the form of refunds or reductions in future contributions to the plan.

The latest actuarial valuation was carried out using the employee data as at 31 March 2014.

2. SIGNIFICANT ACCOUNTING POLICIES (CONTD.)

2.3 Summary of Significant Accounting Policies (Contd.)

(m) Employee Benefits (Contd.)

(iv) Employees' Share Scheme

The Kumpulan Fima Berhad Employee's Share Scheme ("ESS") comprises the following:

- Employee Share Option Scheme ("ESOS")

  The ESOS is an equity-settled share-based compensation plan that allows the directors and employees of the Company and its subsidiaries to acquire shares of the Company. The total fair value of share options granted to employees is recognised as an employee cost with a corresponding increase in the employee share reserve within equity over the vesting period and taking into account the probability that the options will vest. The fair value of share options is measured at grant date, taking into account, if any, the market vesting conditions upon which the options were granted but excluding the impact of any non-market vesting conditions. Non-market vesting conditions are included in assumptions about the number of options that are expected to become exercisable on vesting date.

  At each reporting date, the Group revises its estimates of the number of options that are expected to become exercisable on vesting date. It recognises the impact of the revision of original estimates, if any, in the profit or loss, and a corresponding adjustment to equity over the remaining vesting period. The equity amount is recognised in the employee share reserve.

  The proceeds received net of any directly attributable transaction costs are credited to share capital when the options are exercised. The employee share reserve is transferred to retained earnings upon expiry of the share options.

- Restricted Share Grant Scheme ("RSGS")

  Senior management personnel of the Group are entitled to performance-based restricted shares as consideration for services rendered. The RSGS may be settled by way of issuance and transfer of new shares in the Company at the absolute discretion of the Options Committee. The total fair value of RSGS granted to senior management employees is recognised as an employee cost with a corresponding increase in the employees share reserve within equity over the vesting period and taking into account the probability that the RSGS will vest. The fair value of RSGS is measured at grant date, taking into account, the market vesting conditions upon which the RSGS were granted but excluding the impact of any non-market vesting conditions. Non-market vesting conditions are included in assumptions about the number of shares that are expected to be awarded on the vesting date.

2. SIGNIFICANT ACCOUNTING POLICIES (CONTD.)

2.3 Summary of Significant Accounting Policies (Contd.)

(m) Employee Benefits (Contd.)

(iv) Employees' Share Scheme (Contd.)

- Restricted Share Grant Scheme ("RSGS") (Contd.)

At each reporting date, the Group revises its estimates of the number of RSGS that are expected to be awarded on vesting date. It recognises the impact of the revision of original estimates, if any, in the profit or loss, and a corresponding adjustment to equity over the remaining vesting period. The equity amount is recognised in the employees share reserve.

(n) Leases

(a) As lessee

Finance leases, which transfer to the Group substantially all the risks and rewards incidental to ownership of the leased item, are capitalised at the inception of the lease at the fair value of the leased asset or, if lower, at present value of the minimum lease payments. Any initial direct costs are also added to the amount capitalised. Lease payments are apportioned between the finance charges and reduction of the lease liability so as to achieve a constant rate of interest on the remaining balance of the liability. Finance charges are charged to profit or loss. Contingent rents, if any, are charged as expenses in the periods in which they are incurred.

Leased assets are depreciated over the estimated useful life of the asset. However, if there is no reasonable certainty that the Group will obtain ownership by the end of the lease term, the asset is depreciated over the shorter of the estimated useful life and the lease term.

Operating lease payments are recognised as an expense on a straight-line basis over the term of the lease term. The aggregate benefit of incentives provided by the lessor is recognised as a reduction of rental expense over the lease term on a straight-line basis.

(b) As lessor

Leases where the Group and the Company retain substantially all the risks and rewards of ownership of the asset are classified as operating leases. Initial direct costs incurred in negotiating an operating lease are added to the carrying amount of the leased asset and recognised over the lease term on the same basis as rental income. The accounting policy for rental income is set-out in Note 2.3(d)(ii).

2. SIGNIFICANT ACCOUNTING POLICIES (CONTD.)

2.3 Summary of Significant Accounting Policies (Contd.)

(o) Impairment of Non-financial Assets

The Group assesses at each reporting date whether there is an indication that an asset may be impaired. If any such indication exists, or when an annual impairment assessment for an asset is required, the Group makes an estimate of the asset's recoverable amount.

An asset's recoverable amount is the higher of an asset's fair value less costs to sell and its value in use. For the purpose of assessing impairment, assets are grouped at the lowest levels for which there are separately identifiable cash flows (cash-generating units ("CGU")).

In assessing value in use, the estimated future cash flows expected to be generated by the asset are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset. Where the carrying amount of an asset exceeds its recoverable amount, the asset is written down to its recoverable amount. Impairment losses recognised in respect of a CGU or groups of CGUs are allocated first to reduce the carrying amount of any goodwill allocated to those units or groups of units and then, to reduce the carrying amount of the other assets in the unit or groups of units on a pro-rata basis.

Impairment losses are recognised in profit or loss except for assets that are previously revalued where the revaluation was taken to other comprehensive income. In this case the impairment is also recognised in other comprehensive income up to the amount of any previous revaluation.

An assessment is made at each reporting date as to whether there is any indication that previously recognised impairment losses may no longer exist or may have decreased. A previously recognised impairment loss is reversed only if there has been a change in the estimates used to determine the asset's recoverable amount since the last impairment loss was recognised.

Such reversal is recognised in the profit or loss unless the asset is measured at revalued amount, in which case the reversal is treated as a revaluation increase. Impairment loss on goodwill is not reversed in a subsequent period.

(p) Cash and Cash Equivalents

Cash and cash equivalents comprise cash at bank and on hand, and demand deposits that are readily convertible to known amount of cash and which are subject to an insignificant risk of changes in value.

2. SIGNIFICANT ACCOUNTING POLICIES (CONTD.)

2.3 Summary of Significant Accounting Policies (Contd.)

(q) Share Capital

An equity instrument is any contract that evidences a residual interest in the assets of the Group and the Company after deducting all of its liabilities. Ordinary shares are equity instruments.

Ordinary shares are recorded at the proceeds received, net of directly attributable incremental transaction costs. Ordinary shares are classified as equity. Dividends on ordinary shares are recognised in equity in the period in which they are declared.

(r) Financial Assets

Financial assets are recognised in the statements of financial position when, and only when, the Group and the Company become a party to the contractual provisions of the financial instrument.

When financial assets are recognised initially, they are measured at fair value, plus, in the case of financial assets not at a fair value through profit or loss, directly attributable transaction costs.

The Group and the Company categorised the classification of their financial assets at initial recognition as loans and receivables.

Loans and receivables are classified as current assets, except for those having maturity dates later than 12 months after the reporting date which are classified as non-current.

Subsequent to initial recognition, loans and receivables are measured at amortised cost using the effective interest method. Gains and losses are recognised in profit or loss when the loans and receivables are derecognised or impaired, and through the amortisation process.

A financial asset is derecognised when the contractual right to receive cash flows from the asset has expired. On derecognition of a financial asset in its entirety, the difference between the carrying amount and the sum of the consideration received and any cumulative gain or loss that had been recognised in other comprehensive income is recognised in profit or loss.

(s) Financial Liabilities

Financial liabilities are classified according to the substance of the contractual arrangements entered into and the definitions of a financial liability.

2. SIGNIFICANT ACCOUNTING POLICIES (CONTD.)

2.3 Summary of Significant Accounting Policies (Contd.)

(s) Financial Liabilities (Contd.)

Financial liabilities within the scope of FRS 139 Financial Instruments: Recognition and Measurement, are recognised in the statement of financial position when, and only when, the Group and the Company become a party to the contractual provisions of the financial instrument. Financial liabilities are classified as either financial liabilities at fair value through profit or loss or other financial liabilities.

(i) Financial liabilities at fair value through profit or loss

Financial liabilities at fair value through profit or loss include financial liabilities held for trading or financial liabilities designated upon initial recognition as at fair value through profit or loss.

Financial liabilities held for trading includes derivatives entered into by the Group that do not meet the hedge accounting criteria. Derivative liabilities are initially measured at fair value and subsequently stated at fair value, with any resultant gains or losses recognised in profit or loss. Net gains or losses on derivatives include exchange differences.

(ii) Other Financial Liabilities

The Group's and the Company's other financial liabilities include trade payables, other payables and loans and borrowings.

Trade and other payables are recognised initially at fair value plus directly attributable transaction costs and subsequently measured at amortised cost using the effective interest method.

Loans and borrowings are recognised initially at fair value, net of transaction costs incurred, and subsequently measured at amortised cost using the effective interest method. Borrowings are classified as current liabilities, unless the group has an unconditional right to defer settlement of the liability for at least 12 months after the reporting date.

2.4 Significant Accounting Estimate and Judgement

Estimates, assumptions concerning the future and judgements are made in the preparation of the financial statements. They affect application of the Group's accounting policies, reported amounts of assets, liabilities, income and expenses, and disclosures made. They are assessed on an on-going basis and are based on experience and other relevant factors, including expectations of future events that are believed to be reasonable under the circumstances.

2. SIGNIFICANT ACCOUNTING POLICIES (CONTD.)

2.4 Significant Accounting Estimate and Judgement (Contd.)

Key Sources of Estimation Uncertainty

The key assumptions concerning the future and other key sources of estimation uncertainty at the reporting date, that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year are discussed below:

(i) Classification between investment properties and property, plant and equipment

The Group developed certain criteria in making judgement whether a property qualifies as an investment property. Investment property is a property held to earn rentals or for capital appreciation or both.

Some properties comprise a portion that is held to earn rentals or for capital appreciation and another portion that is held for use in the production or supply of goods or services or for administrative purposes. If these portions could be sold separately (or leased out separately under a finance lease), the Group would account for the portions separately. If the portions could not be sold separately, the property is an investment property only if an insignificant portion is held for use in the production or supply of goods or services or for administrative purposes. Judgement is made on an individual property basis to determine whether ancillary services are so significant that a property does not qualify as investment property.

The Group has sub-let portion of a building but has decided to classify the entire building as property, plant and equipment as this portion cannot be sold separately and significant portion of the building is held for use in the production or supply of goods or services or for administrative purposes.

(ii) Income Tax

The Group and the Company are subject to income taxes in Malaysia and other countries. Significant judgement is required in determining the allowances and deductibility of certain expenses during the estimation of the provision for income taxes. There are many transactions and calculations for which the ultimate tax determination is uncertain during the ordinary course of business. The Group and the Company recognise liabilities for anticipated tax matters based on estimates of whether additional taxes will be due. Where the final tax outcome of these matters is different from the amounts that were initially recorded, such differences will impact the income tax and deferred tax provisions in the period in which the determination is made. The Group's and Company's tax expense for the current financial year is RM39,331,000 (2013: RM37,766,000) and RM2,489,000 (2013: RM1,777,000) respectively, as disclosed in Note 10.

2. SIGNIFICANT ACCOUNTING POLICIES (CONTD.)

2.4 Significant Accounting Estimate and Judgement (Contd.)

Key Sources of Estimation Uncertainty (Contd.)

(iii) Deferred Tax Assets

Deferred tax assets are recognised for all deductible temporary differences to the extent that it is probable that taxable profit will be available against which the deductible temporary differences can be utilised. Significant management judgement is required to determine the amount of deferred tax assets that can be recognised, based upon the likely timing and level of future taxable profits together with future tax planning strategies. The Group's deferred tax assets as at 31 March 2014 is RM3,041,000 (2013: RM4,297,000) as disclosed in Note 29.

(iv) Useful lives and depreciation of property, plant and equipment

Management uses key source of estimation and critical judgement in the process of applying the Group's accounting policies for depreciation in respect of plant and machinery.

The cost of plant and machinery is depreciated on a straight-line basis over the assets' useful lives. Management estimates that the useful lives of the plant and machinery to be within 3 to 25 years. These are common life expectancies applied in the industry.

Changes in the expected level of usage and technological developments could impact the economic useful lives and the residual values of these assets, therefore future depreciation charges could be revised.

(v) Employee Share Scheme ("ESS")

The Group measures the cost of equity-settled transactions with employees by reference to the fair value of the equity instruments at the date at which they are granted. Estimating fair value for share-based payment transactions requires determining the most appropriate valuation model, which is dependent on the terms and conditions of the grant. This estimate also requires determining the most appropriate inputs to the valuation model including the expected life of the share option, volatility and dividend yield and making assumptions about them. The assumptions and models used for estimating fair value for share-based payment transactions, sensitivity analysis and the carrying amounts are disclosed in Note 33.

3. REVENUE

Revenue of the Group and of the Company consists of the following:

	Group		Company	
	2014	2013	2014	2013
	RM'000	RM'000	RM'000	RM'000
Manufacturing	241,486	201,869	-	-
Plantation	110,480	106,316	-	-
Sales of food products	83,530	99,630	-	-
Bulking and logistic services	63,784	74,027	-	-
Trading	-	269	-	-
Rental income	5,306	4,413	531	531
Trading of fish	-	-	12,705	36,539
Dividend income	-	-	60,568	41,374
	504,586	486,524	73,804	78,444

4. COST OF SALES

	Group		Company	
	2014	2013	2014	2013
	RM'000	RM'000	RM'000	RM'000
Manufacturing	157,777	132,633	-	-
Plantation	57,424	55,431	-	-
Sales of food products	64,761	69,019	-	-
Bulking and logistic services	11,118	14,273	-	-
Trading	-	266	-	-
Trading of fish	-	-	12,700	35,309
	291,080	271,622	12,700	35,309

5. OTHER INCOME

Included in other income are the following:

	Group 2014 RM'000	Group 2013 RM'000	Company 2014 RM'000	Company 2013 RM'000
Write back of impairment loss on trade receivables (Note 20)	646	551	-	-
Write back of amount due from subsidiaries	-	-	-	100
Net gain on disposal of:				
- property, plant and equipment	607	34	2	45
- investment properties	-	2,186	-	2,096
Gain from plantation investment compensation	714	-	-	-
Interest income	8,225	7,632	5,215	2,293
Management fees	-	-	583	552
Foreign exchange gain:				
- Realised	1,488	2,724	25	76
- Unrealised	-	-	-	132
Write back of impairment on investment in subsidiaries	-	-	-	77,919
Rental income	241	199	-	-
Others	950	-	-	-

6. STAFF COSTS

	Group 2014 RM'000	Group 2013 RM'000	Company 2014 RM'000	Company 2013 RM'000
Wages and salaries				
- Company's Executive Director (Note 7)	1,705	1,624	681	644
- Others	32,689	30,447	3,588	3,453
Social security costs	122	120	22	18
Pension costs				
- defined contribution plan	4,686	4,162	564	550
- defined benefit plan (Note 28)	258	271	-	-
Share options granted under ESOS	501	364	6	48
Other staff related expenses	8,599	8,666	556	452
	48,560	45,654	5,417	5,165

7. DIRECTORS' REMUNERATION

	Group		Company	
	2014 RM'000	2013 RM'000	2014 RM'000	2013 RM'000
Directors of the Company				
Executive:				
Salaries and other emoluments	827	781	331	308
Bonus	605	587	241	234
Pension costs - defined contribution plan	273	256	109	102
Benefits-in-kind	220	168	122	89
	1,925	1,792	803	733
Non-Executive:				
Fees	372	252	360	240
Meeting allowance	127	134	120	126
	499	386	480	366
Analysis excluding benefits-in-kind:				
Total executive director's remuneration (Note 6)	1,705	1,624	681	644
Total non-executive directors' remuneration	499	386	480	366
Total directors' remuneration	2,204	2,010	1,161	1,010

The number of directors of the Company whose total remuneration during the financial year falls within the following bands is analysed below:

	Number of Directors	
	2014	2013
Executive Directors:		
RM1,900,000 - RM1,950,000	1	-
RM1,750,000 - RM1,800,000	-	1
Non-Executive Directors:		
RM100,001 - RM150,000	2	1
RM50,001 - RM100,000	3	4

8. FINANCE COSTS

	Group 2014 RM'000	Group 2013 RM'000	Company 2014 RM'000	Company 2013 RM'000
Term loan	-	104	-	-
Overdraft interest	714	417	-	-
Other finance costs	330	364	11	12
	1,044	885	11	12

9. PROFIT BEFORE TAX

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

	Group 2014 RM'000	Group 2013 RM'000	Company 2014 RM'000	Company 2013 RM'000
Statutory audit fees:				
- Auditors of the Company	496	351	65	65
- Others	-	108	-	-
Non statutory audit fees	21	12	21	11
Depreciation				
- Property, plant and equipment (Note 13)	23,357	21,400	619	611
- Investment properties (Note 14)	1,505	1,723	35	57
Amortisation of biological assets (Note 15)	5,589	5,822	-	-
Impairment loss on trade receivables (Note 20)	1,553	522	-	-
Impairment loss on amount due from a subsidiary	-	-	2,654	-
Impairment on investment in a subsidiary	-	-	2,838	-

9. PROFIT BEFORE TAX (CONTD.)

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

	Group		Company	
	2014	2013	2014	2013
	RM'000	RM'000	RM'000	RM'000
Trade receivables written off off (Note 20)	805	534	-	-
Write down of inventories	239	1,534	-	-
Rental expense for land and buildings	4,247	4,247	158	158
Impairment of property, plant and equipment	-	1,532	-	-
Property, plant and equipment written off	-	178	-	-
Net foreign exchange (gain)/loss:				
- Realised	(1,488)	(2,724)	(25)	(76)
- Unrealised	3,844	744	-	(132)
Provision for retirement benefits (Note 28)	258	271	-	-

10. INCOME TAX EXPENSE

Major components of income tax expense

The major components of income tax expense for the years ended 31 March 2014 and 2013 are:

	Group		Company	
	2014	2013	2014	2013
	RM'000	RM'000	RM'000	RM'000
Current income tax:				
Malaysian income tax	35,079	36,148	2,534	879
(Over)/under provision in prior years:				
Malaysian income tax	(179)	176	(161)	(127)
	34,900	36,324	2,373	752

10. INCOME TAX EXPENSE (CONTD.)

	Group		Company	
	2014	2013	2014	2013
	RM'000	RM'000	RM'000	RM'000
Deferred tax (Note 29):				
Relating to origination and reversal of temporary differences	6,450	(943)	(134)	(260)
(Over)/under provision in prior years	(2,019)	2,385	250	1,285
	4,431	1,442	116	1,025
Total income tax expense	39,331	37,766	2,489	1,777

The Malaysian domestic current income tax is calculated at the statutory tax rate of 25% (2013: 25%) of the estimated assessable profit for the year. The Malaysian statutory tax rate will be reduced to 24% from the current year's tax rate of 25%, effective year of assessment 2016.

Taxation for other jurisdictions is calculated at the rates prevailing in the respective jurisdictions. During the current financial year, the income tax rate applicable to the subsidiaries in Indonesia and Papua New Guinea were 25% (2013: 25%) and 30% (2013: 30%), respectively.

Reconciliation between tax expense and accounting profit

A reconciliation of income tax expense applicable to profit before tax at the statutory income tax rate to income tax expense at the effective income tax rate of the Group and of the Company is as follows:

	Group		Company	
	2014	2013	2014	2013
	RM'000	RM'000	RM'000	RM'000
Profit before tax	129,362	142,016	52,994	118,118
Taxation at statutory tax rate of 25% (2013: 25%)	32,341	35,504	13,249	29,530
Effect of income not subject to tax	-	(5)	(12,546)	(29,254)
Effect of partial tax exemption	(67)	(275)	-	-
Effect of expenses not deductible for tax purposes	5,132	4,090	1,697	343
Effect of utilisation of previously unrecognised tax losses	(105)	(3,786)	-	-
Effect of share results of associates	(1,723)	(556)	-	-

10. INCOME TAX EXPENSE (CONTD.)

	Group		Company	
	2014 RM'000	2013 RM'000	2014 RM'000	2013 RM'000
Deferred tax assets not recognised in respect of current year's tax losses and unabsorbed capital allowances	1,286	233	-	-
Deferred tax on potential dividend receivable	4,665	-	-	-
(Over)/under provision of income tax expense in prior years	(179)	176	(161)	(127)
(Over)/under provision of deferred tax in prior years	(2,019)	2,385	250	1,285
Tax expense for the year	39,331	37,766	2,489	1,777

11. EARNINGS PER SHARE

Basic earnings per share amounts are calculated by dividing profit for the year, net of tax attributable to owners of the parent by the weighted average number of ordinary shares outstanding during the financial year.

The following tables reflect the profit and share data used in the computation of basic and diluted earnings per share for the years ended 31 March:

	Group	
	2014 RM'000	2013 RM'000
Profit net of tax attributable to owners of the parent used in the computation of basic/diluted earnings per share	60,302	77,719

11. EARNINGS PER SHARE (CONTD.)

	Number of Shares 2014 000	2013 000
Weighted average number of ordinary shares for basic earnings per share computation	272,098	267,570
Effects of dilution:		
-Share options under ESS	1,660	2,326
Weighted average number of ordinary shares for diluted earnings per share computation	273,758	269,896

	Group 2014 sen	2013 sen
Basic earnings per share	22.16	29.05
Diluted earnings per share	22.03	28.80

12. DIVIDENDS

	Amount		Net Dividends per Share	
	2014 RM'000	2013 RM'000	2014 sen	2013 sen
Recognised during the year:				
Final dividend for 2012: 8.0%, less 25% taxation, on 267,868,600 ordinary shares paid on 22 October 2012	-	16,072	-	6.00
Final dividend for 2013: 3.5%, less 25% taxation and 4.5% single tier ordinary shares paid on 25 October 2013	19,413	-	7.13	-

At the forthcoming Annual General Meeting, a final dividend in respect of financial year ended 31 March 2014, of 8.0% single tier amounting to a dividend payable of approximately RM22,080,000 (8.0 sen net dividend per ordinary share) will be proposed for shareholders' approval. The financial statements for the current year do not reflect this proposed dividend. Such dividend, if approved by the shareholders, will be accounted for in equity as an appropriation of retained profits in the financial year ending 31 March 2015.

13. PROPERTY, PLANT AND EQUIPMENT

Group	**At Valuation**	**At Cost**		
At 31 March 2014	**Land and Buildings** *[see note 13(1), page 61]* **RM'000**	**Other Assets** *[see note 13(2), pages 62&63]* **RM'000**	**Construction Work-in-Progress RM'000**	**Total RM'000**
At Valuation/Cost				
At 1 April 2013	128,647	351,430	5,911	485,988
Additions	30,513	25,280	5,647	61,440
Disposals	-	(9,530)	-	(9,530)
Transfer	409	3,657	(4,066)	-
Write off	-	(33)	-	(33)
Reclassification	770	-	(770)	-
Translation difference	(585)	(19,711)	(364)	(20,660)
At 31 March 2014	159,754	351,093	6,358	517,205
Accumulated Depreciation and Impairment Losses				
At 1 April 2013	20,105	245,431	-	265,536
Depreciation charge for the year	2,811	20,546	-	23,357
Disposals	-	(9,527)	-	(9,527)
Write off	-	(33)	-	(33)
Translation difference	(56)	(8,058)	-	(8,114)
At 31 March 2014	22,860	248,359	-	271,219
Net Carrying Amount				
At 31 March 2014	136,894	102,734	6,358	245,986

13. PROPERTY, PLANT AND EQUIPMENT (CONTD.)

Group (Contd.)

At 31 March 2013	**At Valuation**	**At Cost**		
	Land and Buildings *[see note 13(1), page 61]* **RM'000**	**Other Assets** *[see note 13(2), pages 64]* **RM'000**	**Construction Work-in-Progress RM'000**	**Total RM'000**
At Valuation/Cost				
At 1 April 2012	118,765	334,024	19,644	472,433
Additions	209	15,079	8,240	23,528
Disposals	(77)	(1,306)	-	(1,383)
Transfer	5,453	55	(5,508)	-
Write off	-	(4,882)	-	(4,882)
Reclassification	4,366	11,939	(16,305)	-
Translation difference	(69)	(3,479)	(160)	(3,708)
At 31 March 2013	128,647	351,430	5,911	485,988

13. PROPERTY, PLANT AND EQUIPMENT (CONTD.)

Group (Contd.)	**At Valuation**	**At Cost**		
At 31 March 2013 (Contd.)	**Land and Buildings** *[see note 13(1), page 61]* **RM'000**	**Other Assets** *[see note 13(2), pages 65]* **RM'000**	**Construction Work-in-Progress RM'000**	**Total RM'000**
Accumulated Depreciation and Impairment Losses				
At 1 April 2012	16,283	233,955	-	250,238
Depreciation charge for the year	2,134	19,266	-	21,400
Impairment	1,437	95	-	1,532
Disposals	(17)	(1,291)	-	(1,308)
Transfer	278	(278)	-	-
Write off	-	(4,704)	-	(4,704)
Translation difference	(10)	(1,612)	-	(1,622)
At 31 March 2013	20,105	245,431	-	265,536
Net Carrying Amount				
At 31 March 2013	108,542	105,999	5,911	220,452

13. PROPERTY, PLANT AND EQUIPMENT (CONTD.)

Note 13(1) - Land and Buildings

Group (Contd.)	Freehold Land RM'000	Leasehold Land RM'000	Buildings RM'000	Total RM'000
At 31 March 2014				
At Valuation				
At 1 April 2013	27,898	71,008	29,741	128,647
Additions	30,110	-	403	30,513
Transfer	-	-	409	409
Reclassification	-	-	770	770
Translation difference	(12)	-	(573)	(585)
At 31 March 2014	57,996	71,008	30,750	159,754
Accumulated Depreciation and Impairment Losses				
At 1 April 2013	-	2,498	17,607	20,105
Depreciation charge for the year	336	1,133	1,342	2,811
Translation difference	-	-	(56)	(56)
At 31 March 2014	336	3,631	18,893	22,860
Net Carrying Amount				
At 31 March 2014	57,660	67,377	11,857	136,894
At 31 March 2013				
At Valuation				
At 1 April 2012	27,894	71,008	19,863	118,765
Additions	4	-	205	209
Transfer	-	-	5,453	5,453
Disposal	-	-	(77)	(77)
Reclassification			4,366	4,366
Translation difference	-	-	(69)	(69)
At 31 March 2013	27,898	71,008	29,741	128,647
Accumulated Depreciation and Impairment Losses				
At 1 April 2012	-	1,407	14,876	16,283
Depreciation charge for the year	-	1,091	1,043	2,134
Transfer	-	-	278	278
Disposal	-	-	(17)	(17)
Impairment losses	-	-	1,437	1,437
Translation difference	-	-	(10)	(10)
At 31 March 2013	-	2,498	17,607	20,105
Net Carrying Amount				
At 31 March 2013	27,898	68,510	12,134	108,542

13. PROPERTY, PLANT AND EQUIPMENT (CONTD.)

Note 13(2) - Other Assets

Group (Contd.)

	Plant and Machinery RM'000	Fish Canning Facilities RM'000	Warehouses, Storage Tanks and Pipes RM'000	Motor Vehicles RM'000	Office Equipment, Furniture and Fittings RM'000	Renovations RM'000	Tools, Accessories and Computer Equipment RM'000	Total RM'000
At 31 March 2014								
At Cost								
At 1 April 2013	149,693	31,406	105,304	13,696	29,071	21,658	602	351,430
Additions	8,503	78	-	750	15,505	419	25	25,280
Disposals	(9,231)	-	-	(116)	(179)	-	(4)	(9,530)
Transfer	3,593	-	-	-	64	-	-	3,657
Write-off	-	-	-	-	(33)	-	-	(33)
Translation difference	(9,483)	(6,790)	-	(541)	(1,112)	(1,785)	-	(19,711)
At 31 March 2014	143,075	24,694	105,304	13,789	43,316	20,292	623	351,093

13. PROPERTY, PLANT AND EQUIPMENT (CONTD.)

Note 13(2) - Other Assets (Contd.)

Group (Contd.)

	Plant and Machinery RM'000	Fish Canning Facilities RM'000	Warehouses, Storage Tanks and Pipes RM'000	Motor Vehicles RM'000	Office Equipment, Furniture and Fittings RM'000	Renovations RM'000	Tools, Accessories and Computer Equipment RM'000	Total RM'000
At 31 March 2014 (Contd.)								
Accumulated Depreciation and Impairment Losses								
At 1 April 2013	106,262	10,089	82,614	8,411	24,269	13,474	312	245,431
Depreciation charge for the year	8,945	481	2,311	1,334	5,472	1,941	62	20,546
Disposals	(9,229)	-	-	(116)	(178)	-	(4)	(9,527)
Write-off	-	-	-	-	(33)	-	-	(33)
Translation difference	(3,820)	(1,890)	-	(467)	(721)	(1,160)	-	(8,058)
At 31 March 2014	102,158	8,680	84,925	9,162	28,809	14,255	370	248,359
Net Carrying Amount								
At 31 March 2014	40,917	16,014	20,379	4,627	14,507	6,037	253	102,734

13. PROPERTY, PLANT AND EQUIPMENT (CONTD.)

Note 13(2) - Other Assets (Contd.)

Group (Contd.)

	Plant and Machinery RM'000	Fish Canning Facilities RM'000	Warehouses, Storage Tanks and Pipes RM'000	Motor Vehicles RM'000	Office Equipment, Furniture and Fittings RM'000	Renovations RM'000	Tools, Accessories and Computer Equipment RM'000	Total RM'000
At 31 March 2013								
At Cost								
At 1 April 2012	139,895	32,023	101,094	10,151	25,974	23,541	1,346	334,024
Additions	6,529	-	255	4,332	3,778	47	138	15,079
Disposals	(60)	-	-	(632)	(614)	-	-	(1,306)
Transfer	223	-	-	(1)	811	(978)	-	55
Write-off	(2,985)	-	(515)	(102)	(398)	-	(882)	(4,882)
Reclassification	7,469	-	4,470	-	-	-	-	11,939
Translation difference	(1,378)	(617)	-	(52)	(480)	(952)	-	(3,479)
At 31 March 2013	149,693	31,406	105,304	13,696	29,071	21,658	602	351,430

13. PROPERTY, PLANT AND EQUIPMENT (CONTD.)

Note 13(2) - Other Assets (Contd.)

Group (Contd.)

	Plant and Machinery RM'000	Fish Canning Facilities RM'000	Warehouses, Storage Tanks and Pipes RM'000	Motor Vehicles RM'000	Office Equipment, Furniture and Fittings RM'000	Renovations RM'000	Tools, Accessories and Computer Equipment RM'000	Total RM'000
At 31 March 2013 (Contd.)								
Accumulated Depreciation and Impairment Losses								
At 1 April 2012	100,876	9,612	80,575	7,812	21,615	12,167	1,298	233,955
Depreciation charge for the year	9,267	628	2,347	1,369	3,503	2,071	81	19,266
Impairment	13	-	34	-	-	48	-	95
Disposals	(60)	-	-	(624)	(607)	-	-	(1,291)
Transfer	(167)	-	-	-	280	(391)	-	(278)
Write-off	(2,985)	-	(342)	(101)	(209)	-	(1,067)	(4,704)
Translation difference	(682)	(151)	-	(45)	(313)	(421)	-	(1,612)
At 31 March 2013	106,262	10,089	82,614	8,411	24,269	13,474	312	245,431
Net Carrying Amount								
At 31 March 2013	43,431	21,317	22,690	5,285	4,802	8,184	290	105,999

13. PROPERTY, PLANT AND EQUIPMENT (CONTD.)

Company

	At Valuation		At Cost	
	Land and Buildings RM'000	**Leasehold Land and Buildings RM'000**	**Motor Vehicles, Furniture and Equipment** *[see note 13(3), page 68]* **RM'000**	**Total RM'000**
At 31 March 2014				
At Valuation/Cost				
At 1 April 2013	9,861	28,851	2,941	41,653
Additions	-	-	154	154
Disposal	-	-	(33)	(33)
At 31 March 2014	9,861	28,851	3,062	41,774
Accumulated Depreciation				
At 1 April 2013	157	1,308	2,413	3,878
Depreciation charge for the year	-	437	182	619
Disposals	-	-	(33)	(33)
At 31 March 2014	157	1,745	2,562	4,464
Net Carrying Amount				
At 31 March 2014	9,704	27,106	500	37,310

13. PROPERTY, PLANT AND EQUIPMENT (CONTD.)

Company (Contd.)

	At Valuation		At Cost	
	Land and Buildings RM'000	**Leasehold Land and Buildings RM'000**	**Motor Vehicles, Furniture and Equipment** *[see note 13(3), page 69]* **RM'000**	**Total RM'000**
At 31 March 2013				
At Valuation/Cost				
At 1 April 2012	9,857	28,851	3,340	42,048
Additions	4	-	152	156
Disposal	-	-	(551)	(551)
At 31 March 2013	9,861	28,851	2,941	41,653
Accumulated Depreciation				
At 1 April 2012	157	871	2,775	3,803
Depreciation charge for the year	-	437	174	611
Disposals	-	-	(536)	(536)
At 31 March 2013	157	1,308	2,413	3,878
Net Carrying Amount				
At 31 March 2013	9,704	27,543	528	37,775

13. PROPERTY, PLANT AND EQUIPMENT (CONTD.)

Note 13(3) - Motor Vehicles, Furniture and Equipment

Company (Contd.)

	Motor Vehicles RM'000	Furniture, Fittings and Equipment RM'000	Total RM'000
At 31 March 2014			
At Cost			
At 1 April 2013	370	2,571	2,941
Additions	-	154	154
Disposals	(27)	(6)	(33)
At 31 March 2014	343	2,719	3,062
Accumulated Depreciation			
At 1 April 2013	112	2,301	2,413
Depreciation charge for the year	66	116	182
Disposals	(27)	(6)	(33)
At 31 March 2014	151	2,411	2,562
Net Carrying Amount			
At 31 March 2014	192	308	500

13. PROPERTY, PLANT AND EQUIPMENT (CONTD.)

Note 13(3) - Motor Vehicles, Furniture and Equipment (Contd.)

Company (Contd.)

	Motor Vehicles RM'000	Furniture, Fittings and Equipment RM'000	Total RM'000
At 31 March 2013			
At Cost			
At 1 April 2012	808	2,532	3,340
Additions	-	152	152
Disposals	(438)	(113)	(551)
At 31 March 2013	370	2,571	2,941
Accumulated Depreciation			
At 1 April 2012	460	2,315	2,775
Depreciation charge for the year	82	92	174
Disposals	(430)	(106)	(536)
At 31 March 2013	112	2,301	2,413
Net Carrying Amount			
At 31 March 2013	258	270	528

During the financial year, the Group acquired property, plant and equipment amounting to RM61,440,000 (2013: RM23,528,000).

(a) Buildings, plant and machinery, storage tanks and pipelines of the subsidiaries carrying out bulking activities with a net book value of approximately RM30,443,000 (2013: RM34,100,0000) are situated on land which are leased from Lembaga Pelabuhan Kelang ("LPK") by the subsidiaries. The lease will expire in 2022.

(b) A building of a subsidiary, Fima Palmbulk Services Sdn. Bhd., with a net book value of RM1 (2013: RM1) was constructed on land leased from Penang Port Commission. The lease expired on 30 June 2002, and the Company had obtained an approval in principle from the lessor to enter into a new lease for a term of 21 years commencing 1 July 2002 at rates which have yet to be determined.

13. PROPERTY, PLANT AND EQUIPMENT (CONTD.)

(c) Included in the property, plant and equipment of the Group and of the Company are cost of fully depreciated assets which are still in use amounting to approximately RM154,799,000 (2013: RM131,892,000) and RM2,169,000 (2013: RM2,232,000) respectively.

(d) The factory extension of the Group with a net book value of RM504,000 (2013: RM670,000) was constructed on a piece of land leased from the lessor. The lease will expire on 30 April 2020.

14. INVESTMENT PROPERTIES

	Group		Company	
	2014	**2013**	**2014**	**2013**
	RM'000	**RM'000**	**RM'000**	**RM'000**
Cost				
At 1 April 2013/2012	94,435	100,244	3,408	9,217
Disposals	-	(5,809)	-	(5,809)
At 31 March	94,435	94,435	3,408	3,408
Accumulated Depreciation				
At 1 April 2013/2012	21,125	19,600	138	279
Charge for the year	1,505	1,723	35	57
Disposal	-	(198)	-	(198)
At 31 March	22,630	21,125	173	138
Net Carrying Amount	71,805	73,310	3,235	3,270
Fair Value	80,650	82,155	3,945	3,980

(a) The land title of a freehold land and building of the Group with a net book value of approximately RM53,211,000 (2013: RM54,359,000) is pledged as securities for certain unutilised credit facilities of the Group.

(b) Factory buildings of a subsidiary, Percetakan Keselamatan Nasional Sdn. Bhd. with a net book value of RM6,668,000 (2013: RM6,753,000) are situated on a piece of leasehold land which will expire on 29 September 2086.

14. INVESTMENT PROPERTIES (CONTD.)

(c) The fair value of the investment properties during the year was determined based on cost approach. The fair value of the investment properties at 31 March 2014 and 31 March 2013 are based on valuation carried out by Hatta & Associates Sdn. Bhd.

15. BIOLOGICAL ASSETS

	Group	
	2014	**2013**
	RM'000	**RM'000**
At Cost		
At 1 April 2013/2012	128,368	102,237
Additions	30,756	26,131
Disposal	(434)	-
Write off	(723)	-
At 31 March	157,967	128,368
Accumulated Amortisation		
At 1 April 2013/2012	28,095	19,253
Amortisation for the year	5,589	5,822
Disposal	(88)	-
Write off	(723)	-
Exchange differences	6,076	3,020
At 31 March	38,949	28,095
Net Carrying Amount		
At 31 March	119,018	100,273

16. INVESTMENTS IN SUBSIDIARIES

	Company 2014 RM'000	Company 2013 RM'000
Unquoted ordinary shares, at cost		
In Malaysia	160,447	159,914
Outside Malaysia	44,395	44,395
	204,842	204,309
Less: Accumulated impairment losses		
In Malaysia	(16,214)	(13,376)
Outside Malaysia	-	-
	188,628	190,933

Details of the subsidiaries are described in Note 40.

The summarised financial information (before intra-group elimination) for Fima Corporation Berhad and its subsidiaries (FCB Group) and International Food Corporation Limited (IFC) that has non-controlling interest that are material to the Group is as follows:

(a) Summarised statement of financial position

At 31 March	FCB Group 2014 RM'000	FCB Group 2013 RM'000	IFC 2014 RM'000	IFC 2013 RM'000
Non-current assets	230,929	199,477	37,261	41,807
Cash and cash equivalents	195,204	221,025	6,785	3,144
Other current assets	172,640	142,473	64,156	85,788
Total assets	598,773	562,975	108,202	130,739
Non-current liabilities	(6,152)	(2,258)	-	-
Current liabilities	(77,164)	(71,294)	(46,634)	(50,378)
Total liabilities	(83,316)	(73,552)	(46,634)	(50,378)
Net assets	515,457	489,423	61,568	80,361
Equity attributable to shareholders of the company	515,457	489,423	61,568	80,361

(b) Summarised income statements

	FCB Group 2014 RM'000	FCB Group 2013 RM'000	IFC 2014 RM'000	IFC 2013 RM'000
Revenue	348,382	305,145	75,211	92,024
Profit/(loss) for the financial year	71,994	61,899	(3,350)	14,498
Other comprehensive loss	(14,120)	(5,605)	-	-
Total comprehensive income/ (expense)	57,874	56,294	(3,350)	14,498
Dividends paid to non-controlling interest	4,707	-	-	-

16. INVESTMENTS IN SUBSIDIARIES (CONTD.)

The summarised financial information (before intra-group elimination) for each subsidiary that has non-controlling interest that are material to the Group is as follows: (Contd.)

(c) Summarised statements of cashflow

	FCB Group		IFC	
At 31 March	**2014 RM'000**	**2013 RM'000**	**2014 RM'000**	**2013 RM'000**
Net cash generated from/(used in) operating activities	62,998	40,215	9,631	2,839
Net cash used in investing activities	(53,179)	(11,244)	(5,386)	(3,968)
Net cash used in financing activities	(31,966)	(24,680)	-	-
Net (decrease)/increase in cash and cash equivalents	(22,147)	4,291	4,245	(1,129)
Cash and cash equivalents at beginning of year	221,025	216,900	3,144	4,357
Effect of exchange rate changes	(3,674)	(166)	(604)	(84)
Cash and cash equivalents at end of year	195,204	221,025	6,785	3,144

17. INVESTMENTS IN ASSOCIATES

	Group		Company	
	2014 RM’000	**2013 RM’000**	**2014 RM’000**	**2013 RM’000**
Unquoted shares, at cost	12,251	12,251	2,251	2,251
Share of post acquisition results	30,655	24,901	-	-
	42,906	37,152	2,251	2,251
Represented by:				
Share of net assets	42,906	37,152	2,251	2,251

Details of the associates are described in Note 41.

The financial statements of the associates are coterminous with those of the Group, except for Giesecke & Devrient Malaysia Sdn. Bhd. ("G&D") which has a financial year end of 31 December to conform with its holding company's financial year end. For the purpose of applying the equity method of accounting, the financial statements of G&D for the year ended 31 December 2013 have been used and appropriate adjustments have been made for the effects of transactions between 31 December 2013 and 31 March 2014.

17. INVESTMENTS IN ASSOCIATES (CONTD.)

Summarised financial information in respect of Marushin Canneries (Malaysia) Sdn. Bhd. ("Marushin") and G&D is set out below. The summarised financial information represents the amounts in the financial statements of the associates and not the Group's share of those amounts.

(i) Summarised statement of financial position

	Marushin		G&D	
	2014 RM'000	**2013 RM'000**	**2014 RM'000**	**2013 RM'000**
Assets and liabilities				
Current assets - Inventories	27,176	25,298	49,872	26,978
Current assets - Others	13,838	8,804	26,967	89,479
Non-current assets - Property, plant and equipment	2,682	3,062	211,185	158,202
Non-current assets - Others	272	359	4,171	9,236
Total assets	43,968	37,523	292,195	283,895
Current liabilities	15,856	9,780	57,686	45,395
Non-current liabilities	418	431	57,757	89,790
Total liabilities	16,274	10,211	115,443	135,185
Net assets	27,694	27,312	176,752	148,710

(ii) Summarised statement of comprehensive income

	Marushin 2014 RM'000	Marushin 2013 RM'000	G&D 2014 RM'000	G&D 2013 RM'000
Revenue	59,918	59,709	116,275	94,916
Profit before tax	4,736	5,043	25,366	17,184
Profit for the year	3,382	3,763	28,042	11,130
Total comprehensive income	3,382	3,763	28,042	11,130
Dividend received from the associates during the year (net)	1,140	1,710	-	-

17. INVESTMENTS IN ASSOCIATES (CONTD.)

(iii) Reconciliation of the summarised financial information presented above to the carrying amount of the Group's interest in associates.

	Marushin		G&D	
	2014	**2013**	**2014**	**2013**
	RM'000	**RM'000**	**RM'000**	**RM'000**
Net assets at 1 April 2013/2012	27,312	28,049	148,710	137,580
Total comprehensive income	3,382	3,763	28,042	11,130
Dividend paid (gross)	(3,000)	(4,500)	-	-
Net assets at 31 March	27,694	27,312	176,752	148,710
Interest in associates	38%	38%	20%	20%
Share of net assets	10,524	10,379	35,350	29,741
Negative goodwill	(2,968)	(2,968)	-	-
Carrying value of Group's interest in associates	7,556	7,411	35,350	29,741

18. GOODWILL ON CONSOLIDATION

	Group	
	2014	**2013**
	RM'000	**RM'000**
Goodwill on consolidation		
At 1 April/31 March	13,055	13,055

(a) Impairment Tests for Goodwill

Goodwill has been allocated to the Group's cash generating units identified according to business segment as follows:

Allocation of Goodwill

	Bulking	Plantation	Total
	RM'000	**RM'000**	**RM'000**
As at 1 April 2013/31 March 2014	12,545	510	13,055

(b) Key Assumptions used in Value-In-Use Calculations

The following describes each key assumption on which management has based its cash flow projections to undertake the impairment testing of goodwill:

18. GOODWILL ON CONSOLIDATION (CONTD.)

(b) Key Assumptions used in Value-In-Use Calculations (Contd.)

(i) Budgeted Gross Margin

The basis used to determine the value assigned to the budgeted gross margins is the average gross margins achieved in the year immediately before the budgeted year increased for expected efficiency improvements.

(ii) Growth Rates

The weighted average growth rates used for bulking and plantation are consistent with the long-term average growth rate for the industry.

(iii) Discount Rates

The discount rates used are pre-tax and reflect specific risks relating to the relevant segments.

(c) Sensitivity to Changes in Assumptions

In assessing value-in-use and fair value, management believes that no reasonably possible change in any of the above key assumptions would cause the carrying values of the units to materially exceed their recoverable amounts.

19. INVENTORIES

	Group	
	2014	**2013**
	RM'000	**RM'000**
At cost:		
Raw materials	14,412	29,273
Oil palm products	3,988	6,107
Work-in-progress	39,472	23,746
Finished goods	26,998	29,252
Consumables	263	248
	85,133	88,626
At net realisable value:		
Printing materials	12,124	9,415
Fertilizer	569	1,228
Consumables	11,402	14,295
	24,095	24,938
	109,228	113,564

19. INVENTORIES (CONTD.)

During the year, the amount of inventories recognised as an expense in cost of sales of the Group was RM193,542,000 (2013 : RM167,315,000).

20. TRADE RECEIVABLES

	Group		Company	
	2014	2013	2014	2013
	RM'000	RM'000	RM'000	RM'000
Current				
Trade receivables				
Third Parties	120,895	100,792	16	10
Less: Allowance for impairment	(3,145)	(3,043)	-	(10)
Trade receivables, net	117,750	97,749	16	-

The Group's normal trade credit term ranges from 30 to 90 days (2013: 30 to 90 days). Other credit terms are assessed and approved on a case-by-case basis.

The Group has no significant concentration of credit risk that may arise from exposures to a single debtor or to group of debtors except with certain Government agencies amounting to RM75,980,000 (2013: RM48,641,000), representing 44.3% (2013: 49.8%) of the Group's total gross trade receivables.

<u>Ageing analysis of trade receivables</u>

The ageing analysis of the Group’s trade receivables is as follows:

	Group	
	2014	2013
	RM'000	RM'000
Neither past due nor impaired	52,985	47,741
1 to 60 days past due but not impaired	27,906	25,397
61 to 120 days past due but not impaired	20,083	13,024
More than 121 days past due but not impaired	16,776	11,587
	64,765	50,008
Impaired	3,145	3,043
	120,895	100,792

20. TRADE RECEIVABLES (CONTD.)

Trade receivables that are neither past due nor impaired

Trade and other receivables that are neither past due nor impaired are creditworthy debtors with good payment records with the Group.

None of the Group's trade receivables that are neither past due nor impaired have been renegotiated during the financial year.

Trade receivables that are past due but not impaired

The Group has trade receivables amounting to RM64,765,000 (2013: RM50,008,000) that are past due at the reporting date but not impaired.

No allowance for impairment is made as in the opinion of the directors, the outstanding debts are expected to be collected in full within the next twelve months.

Receivables that are impaired

The Group's trade receivables that are impaired at the reporting date and the movement of the allowance accounts used to record the impairment are as follows:

	Group Individually impaired	
	2014 RM'000	**2013 RM'000**
Trade receivables - nominal amount	3,145	3,043
Less: Allowance for impairment	(3,145)	(3,043)
	-	-

Movement in allowance accounts:

	Group	
	2014 RM'000	**2013 RM'000**
At 1 April	3,043	3,606
Charge for the year (Note 9)	1,553	522
Write back of impairment loss (Note 5)	(646)	(551)
Written off (Note 9)	(805)	(534)
At 31 March	3,145	3,043

Trade receivables that are individually determined to be impaired at the reporting date relate to debtors that are in significant financial difficulties and have defaulted on payments. These receivables are not secured by any collateral or credit enhancements.

21. OTHER RECEIVABLES

	Group		Company	
	2014	2013	2014	2013
	RM'000	RM'000	RM'000	RM'000
Tax recoverable	-	-	1,600	1,331
Deposits	1,206	4,719	163	300
Prepayments	3,594	12,708	62	61
Sundry receivables	21,390	21,124	305	579
	26,190	38,551	2,130	2,271

The Group and the Company have no significant concentration of credit risk that may arise from exposures to a single debtor or to group of debtors.

22. DUE FROM/(TO) SUBSIDIARIES

	Company	
	2014	2013
	RM'000	RM'000
Due from subsidiaries	134,920	91,310
Less: Allowance for impairment	(10,096)	(7,442)
	124,824	83,868
Due to subsidiaries	(21,966)	(20,521)

All the amounts due from/(to) subsidiaries are unsecured, interest free and repayable on demand except for the amount due from Victoria Square Plantation Sdn. Bhd. The outstanding amount from Victoria Square Plantation Sdn. Bhd. as at 31 March 2014 is RM65,300,000 (2013: RM38,500,000) and bear interest of 5.5% (2013: 5.5%) per annum.

	Company	
	2014	2013
The movement in allowance accounts is as follows:	RM'000	RM'000
At 1 April 2013/2012	7,442	7,542
Charge/(write back) for the year	2,654	(100)
At 31 March	10,096	7,442

23. CASH AND CASH EQUIVALENTS

	Group		Company	
	2014	2013	2014	2013
	RM'000	RM'000	RM'000	RM'000
Cash in hand and at bank	18,401	19,088	1,210	1,098
Fixed deposits with licensed banks	224,397	253,148	4,000	8,500
	242,798	272,236	5,210	9,598

Deposits for the Group of approximately RM173,000 (2013: RM167,000) are held on lien for banking facilities granted to a subsidiary.

The weighted average effective interest rates per annum of deposits at the reporting date were as follows:

	Group		Company	
	2014	2013	2014	2013
	%	%	%	%
Licensed banks	3.21	3.45	2.96	2.91

The average maturity of deposits at the reporting date were as follows:

	Group		Company	
	2014	2013	2014	2013
	Days	Days	Days	Days
Licensed banks	27	27	15	12

24. SHARE CAPITAL AND SHARE PREMIUM

	Number of Ordinary Shares of RM1.00 Each		Amount	
	2014	2013	2014	2013
	'000	'000	RM'000	RM'000
Authorised:				
At 1 April 2013/31 March 2014	300,000	300,000	300,000	300,000

24. SHARE CAPITAL AND SHARE PREMIUM (CONTD.)

	Group and Company			
	Number of ordinary shares of RM1.00 each	<-----------------Amount--------------------->		
	Share capital (Issued and fully paid) '000	Share capital (Issued and fully paid) RM'000	Share premium RM'000	Total share capital and share premium RM'000
At 1 April 2012	265,069	265,069	13,860	278,929
Exercise of employee share options				
-ESOS	4,708	4,708	4,226	8,934
-RSGS	210	210	187	397
At 31 March 2013	269,987	269,987	18,273	288,260
At 1 April 2013	269,987	269,987	18,273	288,260
Exercise of employee share options				
-ESOS	3,303	3,303	3,016	6,319
-RSGS	207	207	184	391
At 31 March 2014	273,497	273,497	21,473	294,970

(a) Share capital

The holders of ordinary shares are entitled to receive dividends as declared from time to time and are entitled to one vote per share at meetings of the Company. All ordinary shares rank pari passu with regard to the Company's residual assets.

The share capital issued by the Company during the year are pursuant to the exercise of share options under the Employee Share Scheme as disclosed in Note 33.

25. OTHER RESERVES

Group	Capital Reserve RM'000	Asset revaluation reserve RM'000	Foreign currency translation reserve RM'000	Employee share option reserve RM'000	Capital reserve arising from bonus issue in subsidiary RM'000	Total RM'000
2014						
At 1 April 2013	437	43,313	10,888	6,140	26,758	87,536
Foreign currency translation	-	-	(21,704)	-	-	(21,704)
Grant of equity-settled share options	-	-	-	154	-	154
Share options exercised	-	-	-	(1,070)	-	(1,070)
	-	-	(21,704)	(916)	-	(22,620)
At 31 March 2014	437	43,313	(10,816)	5,224	26,758	64,916
2013						
At 1 April 2012	437	43,313	15,085	7,802	26,758	93,395
Foreign currency translation	-	-	(4,197)	-	-	(4,197)
Grant of equity-settled share options	-	-	-	364	-	364
Share options exercised	-	-	-	(2,026)	-	(2,026)
	-	-	(4,197)	(1,662)	-	(5,859)
At 31 March 2013	437	43,313	10,888	6,140	26,758	87,536
Company						
2014						
At 1 April 2013	-	15,162	-	6,140	-	21,302
Grant of equity-settled share options	-	-	-	154	-	154
Share options exercised	-	-	-	(1,070)	-	(1,070)
	-	-	-	(916)	-	(916)
At 31 March 2014	-	15,162	-	5,224	-	20,386
2013						
At 1 April 2012	-	15,162	-	7,802	-	22,964
Grant of equity-settled share options	-	-	-	364	-	364
Share options exercised	-	-	-	(2,026)	-	(2,026)
	-	-	-	(1,662)	-	(1,662)
At 31 March 2013	-	15,162	-	6,140	-	21,302

25. OTHER RESERVES (CONTD.)

The nature and purpose of each category of reserve are as follows:

(a) Asset revaluation reserve

The asset revaluation reserve is used to record increases in the fair value of freehold land and buildings and decreases to the extent that such decreases relates to an increase on the same asset previously recognised in equity.

(b) Foreign currency translation reserve

The foreign currency translation reserve is used to record exchange differences arising from the translation of the financial statements of foreign operations whose functional currencies are different from that of the Group's presentation currency. It is also used to record the exchange differences arising from monetary items which form part of the Group's net investment in foreign operations, where the monetary item is denominated in either the functional currency of the reporting entity or the foreign operation.

(c) Employee share reserve

Employee share reserve represents the equity-settled share options and shares granted to employees and directors under the ESOS and RSGS, respectively. The reserve is made up of the cumulative value of services received from employees recorded over the vesting period commencing from the grant date of equity-settled share options and shares, under the ESOS and RSGS, respectively and is reduced by the expiry or exercise of the share options.

26. RETAINED EARNINGS

Prior to the year of assessment 2008, Malaysian companies adopted the full imputation system. In accordance with the Finance Act 2007 which was gazetted on 28 December 2007, companies shall not be entitled to deduct tax on dividends paid, credited or distributed to its shareholders, and such dividends will be exempted from tax in the hands of the shareholders ("single tier system"). However, there is a transitional period of six years, expiring on 31 December 2013, to allow companies to pay franked dividends to their shareholders under limited circumstances. Companies also have an irrevocable option to disregard the Section 108 balance and opt to pay dividends under the single tier system. The change in the tax legislation also provides for the Section 108 balance to be locked-in as at 31 December 2007 in accordance with Section 39 of the Finance Act 2007.

26. RETAINED EARNINGS (CONTD.)

The Company did not elect for the irrevocable option to disregard the Section 108 balance. Accordingly, during the transitional period, the Company may utilise the credit in the Section 108 balance to distribute cash dividend payments to ordinary shareholders as defined under the Finance Act 2007. As at 31 March 2013, the Company has sufficient credit in the Section 108 balance to pay franked dividends out of its retained earnings. Any Section 108 balance which has not been utilised as at 31 March 2014 is disregarded. Thereafter, the Company may distribute dividends out of its entire retained earnings under the single tier system.

27. BORROWINGS

	Group		Company	
	2014	2013	2014	2013
	RM'000	RM'000	RM'000	RM'000
Short Term Borrowings				
Secured:				
Bank overdrafts	-	7,637	-	-
Bankers' acceptances	6,195	10,835	6,195	10,835
	6,195	18,472	6,195	10,835

Maturity of borrowings

	Group		Company	
	2014	2013	2014	2013
	RM'000	RM'000	RM'000	RM'000
Within one year	6,195	18,472	6,195	10,835

The weighted average effective interest rate of the facility during the financial year was 4.13% (2013: 3.97%) per annum.

28. RETIREMENT BENEFIT OBLIGATIONS

	Group	
	2014	**2013**
	RM'000	**RM'000**
At 1 April 2013/2012	1,338	1,146
Recognised in profit or loss (Note 6)	258	271
Contributions paid	(39)	(40)
Exchange differences	(92)	(39)
At 31 March	1,465	1,338

The foreign subsidiary in Indonesia operates an unfunded defined benefit plan for its eligible employees. The obligations under the retirement benefit scheme are calculated using the projected unit credit method, is determined by a qualified independent actuary, considering the estimated future cash outflows using market yields at the reporting date of high quality corporate bonds. The latest actuarial valuation was carried out using the employee data as at 31 March 2014.

The amounts recognised in the statement of financial position are determined as follows:

	Group	
	2014	**2013**
	RM'000	**RM'000**
Present value of unfunded defined benefits obligations	1,465	1,338
Analysed as:		
Current	40	106
Non-current		
Later than 1 year but not later than 5 years	1,425	1,232
	1,465	1,338

The amounts recognised in the profit or loss are as follows:

	Group	
	2014	**2013**
	RM'000	**RM'000**
Current service cost	205	227
Interest cost	53	44
Total, included in employee benefits expense (Note 6)	258	271

28. RETIREMENT BENEFIT OBLIGATIONS (CONTD.)

The principal assumptions used by the foreign subsidiary in Indonesia in determining employee benefits liability as of 31 March 2014 and 2013 are as follows:

	2014	**2013**
Discount rate	9.0%	6.5%
Annual salary increase	8%	7.5%
Retirement age	55	55

The discount rate is determined based on the values of AA rated corporate bond yields with 3 to 15 years of maturity, converted to estimated spot rates.

Significant actuarial assumptions for determination of the defined benefit obligation are discount rate and expected salary increase. The sensitivity analysis below has been determined based on changes to individual assumptions, with all other assumptions held constant.

	2014 **RM'000**	**2013** **RM'000**
A 1 per cent decrease/increase in discount rate will increase/ decrease the defined benefit obligation by	146	134
A 1 per cent increase/decrease in expected salary growth will increase/decrease the defined benefit obligation by	146	134

The sensitivity analysis presented above may not be representative of the actual change in defined benefit obligation as it is unlikely the change in assumptions would occur in isolation of one another as some assumptions may be correlated.

The methods and types of assumptions used in preparing the sensitivity analysis did not change compared to the previous year.

29. DEFERRED TAX

	Group 2014 RM'000	Group 2013 RM'000	Company 2014 RM'000	Company 2013 RM'000
At 1 April 2013/2012	13,368	11,741	6,731	5,706
Recognised in profit or loss (Note 10)	4,431	1,442	116	1,025
Exchange differences	(10)	185	-	-
At 31 March	17,789	13,368	6,847	6,731

	Group 2014 RM'000	Group 2013 RM'000	Company 2014 RM'000	Company 2013 RM'000
Presented after appropriate offsetting as follows:				
Deferred tax assets	(3,041)	(4,297)	-	-
Deferred tax liabilities	20,830	17,665	6,847	6,731
	17,789	13,368	6,847	6,731

The components and movements of deferred tax assets and liabilities during the financial year prior to offsetting are as follows:

Deferred Tax Assets of the Group:

	Retirement Benefit Obligations RM'000	Other Payables RM'000	Tax Losses and Unabsorbed Capital Allowances RM'000	Property, Plant and Equipment RM'000	Total RM'000
At 1 April 2012	(351)	(3,577)	(299)	-	(4,227)
Recognised in profit or loss	(48)	649	(69)	-	532
At 31 March 2013	(399)	(2,928)	(368)	-	(3,695)
Recognised in profit or loss	(31)	(457)	-	(1,061)	(1,549)
At 31 March 2014	(430)	(3,385)	(368)	(1,061)	(5,244)

Deferred Tax Liabilities of the Group:

	Accelerated Capital Allowances RM'000	Revaluation on Land and Building RM'000	Others RM'000	Total RM'000
At 1 April 2012	6,554	9,414	-	15,968
Recognised in profit or loss	1,122	(27)	-	1,095
At 31 March 2013	7,676	9,387	-	17,063
Recognised in profit or loss	293	1,011	4,666	5,970
At 31 March 2014	7,969	10,398	4,666	23,033

29. DEFERRED TAX (CONTD.)

Deferred Tax Liabilities of the Company:

	Accelerated Capital Allowances RM'000	Revaluation on Land and Building RM'000	Total RM'000
At 1 April 2012	261	5,445	5,706
Recognised in profit or loss	-	1,025	1,025
At 31 March 2013	261	6,470	6,731
Recognised in profit or loss	238	(122)	116
At 31 March 2014	499	6,348	6,847

Deferred tax assets have not been recognised in respect of the following items:

	Group 2014 RM'000	2013 RM'000
Unutilised tax losses	28,463	33,315
Unabsorbed capital allowances	5,094	4,894
Unabsorbed reinvestment allowances	1,527	1,599
	35,084	39,808

The unutilised tax losses and unabsorbed capital allowances of the Group are available indefinitely against future taxable profit of the respective entities within the Group subject to no substantial changes in shareholdings of those entities under the Income Tax Act, 1967 and guidelines issued by the tax authority. Deferred tax assets have not been recognised in respect of these items as they may not be used to offset taxable profit of other entities in the Group and they have arisen in entities that have a recent history of losses.

30. TRADE PAYABLES

The normal trade credit terms granted to the Group and the Company ranges from 14 to 90 days (2013: 14 to 90 days) and 14 to 30 days (2013: 14 to 30 days), respectively.

31. OTHER PAYABLES

		Group		Company	
		2014	2013	2014	2013
	Note	RM'000	RM'000	RM'000	RM'000
Accruals		14,813	17,479	156	295
Deposits		1,436	1,502	73	73
Receipt in advance		1,192	1,638	-	-
Provision for compensation claim	(a)	2,120	2,120	-	-
Sundry payables	(b)	25,303	26,911	46	40
		44,864	49,650	275	408

Included in other payables are the following:

(a) **Provision for compensation claim**

Following the termination of the Tenancy Agreement by Malaysia Airports Holding Berhad ("MAHB") on 11 May 2000, a subsidiary, Fima Corporation Berhad ("FimaCorp"), as the Principal Tenant issued a termination notice dated 15 May 2000 to all its respective sub-tenants at Airtel Complex.

Pursuant to the above, on 28 September 2001, FimaCorp was served a Writ of Summons dated 9 August 2001 from a tenant ("Plaintiff") claiming for a compensation sum of approximately RM2.12 million being the renovation costs and general damages arising from the early termination of the Tenancy Agreement at Airtel Complex, in Subang. The Board of FimaCorp had sought the advice of the solicitors and was of the opinion that there should be no compensation payable to the Plaintiff as the demised premises was acquired by a relevant authority, MAHB, which was provided in the Tenancy Agreement between FimaCorp and the Plaintiff.

On 11 November 2008, the Court had disposed off this matter summarily in favour of the Plaintiff and on 4 March 2009, FimaCorp had filed its Record of Appeal to the Court of Appeal to appeal against the decision. The subsidiary made full provision for the compensation claim during the financial year ended 2009.

On 27 September 2011, the Court of Appeal had allowed the Company's appeal against the decision handed down by the High Court and directed that the matter be remitted back to the High Court for a full trial. There has been no progress since 27 September 2011.

(b) **Others**

Included in sundry payables is a provision of RM12,723,000 (2013: RM11,654,405) made in respect of return of certain goods for which the actual amount is subject to the agreement of several parties.

32. COMMITMENTS

	Group 2014 RM'000	Group 2013 RM'000
Capital expenditure		
Approved and contracted for:		
Property, plant and equipment	9,236	9,658
Approved but not contracted for:		
Property, plant and equipment	38,715	25,893
	47,951	35,551
Share of capital commitments of associated companies		
Approved and contracted for:		
Property, plant and equipment	-	13,581
Approved but not contracted for:		
Property, plant and equipment	40	282

33. EMPLOYEE BENEFITS

Employees' Share Scheme ("ESS")

The ESS comprises the following:

(i) **Employee Share Option Scheme ("ESOS")**; whereby eligible employees are granted the right to subscribe for a number of the Company shares at the prescribed subscription price subject to the terms and conditions of the Bye-Laws. No performance targets are required to be met before the options are granted under the ESOS.

(ii) **Restricted Share Grant Scheme ("RSGS")**; whereby the employees having a designation of general manager and above will be granted the right to have a number of Company shares vested in them, subject to the terms and conditions of the Bye-Laws. The RSGS requires performance targets to be met prior to the vesting of such shares.

In implementing the RSGS, the Company has appointed a company as a trustee for the purposes of subscribing for the new shares and transferring such shares to the entitled employees as the Options Committee shall direct.

33. EMPLOYEE BENEFITS (CONTD.)

Employees' Share Scheme ("ESS") (Contd.)

The eligibility criteria of the ESS are as follows:

(i) Full time employment in the Company or other company within the Group for more than one (1) year;

(ii) A resident who is a citizen of Malaysia, non-citizen with permanent resident status or non-citizen who holds a valid work permit in Malaysia and has entered into a full time or fixed term employment with any Company within the Group, having the designation of Manager or above;

(iii) If the employee is working under a fixed-term contract basis, the term of contract must not be less than two (2) years and renewal of contract must take place six (6) months before expiration; and

(iv) Fulfills such other criteria as determined by the Options Committee from time to time.

The ESS is for a period of 5 years and the Options Committee has the discretion to extend the duration of the ESS for up to another 5 years provided that the scheme does not exceed 10 years in its entirety.

(a) **ESOS**

The following table illustrates the number of share options ("No."), weighted average exercise prices ("WAEP") and movements during the financial year:

<u>Movement of share options under the ESOS during the financial year</u>

	Group			
	2014		2013	
	No.	WAEP (RM)	No.	WAEP (RM)
Outstanding at 1 April 2013/2012	13,015,500	1.50	17,654,300	1.48
-Granted	1,097,700	1.78	773,400	1.78
-Forfeited	(325,500)	1.56	(703,500)	1.48
-Exercised	(3,302,500)	1.49	(4,708,700)	1.48
Outstanding at 31 March	10,485,200	1.54	13,015,500	1.50
Exercisable at 31 March	6,313,800	1.52	9,192,000	1.50

- The weighted average fair value of options granted during the financial year was RM0.42 (2013: RM0.47).

- The weighted average share price at the date of exercise of the options exercised during the financial year was RM1.99 (2013: RM1.97).

- The weighted average exercise price for options outstanding at the end of the year was RM1.54 (2013: RM1.50).

33. EMPLOYEE BENEFITS (CONTD.)

Employees' Share Scheme ("ESS") (Contd.)

Fair value of share options granted

The fair value of the share options granted is estimated at the grant date using a binomial option pricing model, taking into account the terms and conditions upon which the instruments were granted.

The following table lists the inputs to the pricing models for the year ended 31 March 2014:

	Binomial option pricing model	
	2014	**2013**
Dividend Yield (%)	3.50	3.40
Expected volatility (%)	42.31	42.33
Risk-free interest rate (% p.a.)	3.15	3.10
Balance expected life of option (years)	3.29	3.42
Weighted average share price (RM)	2.03	1.89

The expected life of the options is based on historical data and is not necessarily indicative of exercise patterns that may occur. The expected volatility reflects the assumption that the historical volatility over a period similar to the life of the options is indicative of future trends, which may not necessarily be the actual outcome.

(b) **RSGS**

The following table illustrates the movements of shares vested under the RSGS during the financial year:

Movement of shares under the RSGS during the financial year

	Group	
	2014	**2013**
	No.	**No.**
Outstanding at 1 April 2013/2012	-	-
Granted	207,500	210,000
Vested	(207,500)	(210,000)
Outstanding at 31 March	-	-

The vesting of the RSGS shares is conditional upon the satisfaction of the performance targets of the Group and all other conditions as set out in the ESS Bye-Laws.

34. RELATED PARTY DISCLOSURES

(a) Significant related party transactions

In addition to the transactions detailed elsewhere in the financial statements, the Group and the Company had the following transactions with related parties during the financial year.

	Group		Company	
	2014 RM'000	2013 RM'000	2014 RM'000	2013 RM'000
Fima Corporation Berhad, a subsidiary				
- Rental expense	-	-	(604)	(471)
Dividend income from associated companies				
- Marushin Canneries (Malaysia) Sdn. Bhd.	1,520	2,280	1,520	2,280
Advisory services rendered by corporate shareholder, BHR Enterprise Sdn. Bhd.	(120)	(120)	(120)	(120)
Services rendered by*				
- TD Technologies Sdn. Bhd.	(71)	(91)	-	-
- First Zanzibar Sdn. Bhd.	(32)	(10)	-	-
Purchases made from related parties*				
- PT Pohon Emas Lestari	(11,947)	(6,982)	-	-
- Nationwide Express Courier Services Berhad	(221)	(101)	-	(7)
- Nationwide Express Freight Forwarders Sdn. Bhd.	(89)	(89)	-	-

* Related parties by virtue of common shareholders/common directors.

34. RELATED PARTY DISCLOSURES (CONTD.)

(b) Compensation of key management personnel

Key management personnel are those persons having authority and responsibility for planning, directing and controlling the activities, directly or indirectly, including any director (whether executive or otherwise).

The key management personnel compensation are as follows:

	Group		Company	
	2014 RM'000	2013 RM'000	2014 RM'000	2013 RM'000
Short-term employee benefits	6,294	5,819	2,297	2,133
Post-employment benefits:				
Defined contribution plan	968	871	378	349
	7,262	6,690	2,675	2,482

Included in the total key management personnel are the remuneration in respect of the directors of the Company:

	Group		Company	
	2014 RM'000	2013 RM'000	2014 RM'000	2013 RM'000
Directors' remuneration (Note 7)	2,204	2,010	1,161	1,010

35. SEGMENTAL INFORMATION

(a) Business Segments

The Group is principally engaged in the following activities:

(i) Manufacturing - Production and trading of security and confidential documents.

(ii) Bulking - Providing bulk handling and storage of various types of liquid and semi-liquid products; as well as transportation and forwarding services.

(iii) Plantation - Oil palm and pineapple estate operations.

(iv) Food - Fish processing, canning and distribution and packaging of food products.

(v) Others - Investment holding, rental and management of commercial properties and trading.

35. SEGMENTAL INFORMATION (CONTD.)

(a) Business Segments (Contd.)

	Manufacturing		Plantation		Food		Bulking		Others		Eliminations		Consolidated	
	2014	2013	2014	2013	2014	2013	2014	2013	2014	2013	2014	2013	2014	2013
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Revenue														
External sales	241,486	201,869	110,480	106,316	83,530	99,630	63,784	74,027	5,306	4,682	-	-	504,586	486,524
Inter-segment sales	120	94	-	-	-	-	-	-	18,591	39,624	(18,711)	(39,718)	-	-
Total revenue	241,606	201,963	110,480	106,316	83,530	99,630	63,784	74,027	23,897	44,306	(18,711)	(39,718)	504,586	486,524
Results														
Segment results	64,068	53,145	29,089	33,953	3,754	15,717	37,304	42,833	(529)	2,259	(10,173)	(8,456)	123,513	139,451
Profit from operations	-	-	-	-	-	-	-	-	-	-	-	-	123,513	139,451
Finance costs, net	-	-	-	-	-	-	-	-	-	-	-	-	(1,044)	(885)
Share of profit of associates	5,608	2,226	-	-	1,285	1,224	-	-	-	-	-	-	6,893	3,450
Income tax expense	-	-	-	-	-	-	-	-	-	-	-	-	(39,331)	(37,766)
Profit net of tax	-	-	-	-	-	-	-	-	-	-	-	-	90,031	104,250
Non-controlling interests	-	-	-	-	-	-	-	-	-	-	29,729	26,531	(29,729)	(26,531)
Profit attributable to owners of the parent													60,302	77,719
Assets														
Segment assets	290,724	259,547	340,169	301,582	108,094	136,040	103,403	112,697	426,146	482,818	(276,759)	(322,045)	991,777	970,639
Consolidated total assets													991,777	970,639
Liabilities														
Segment liabilities	65,570	59,870	105,610	79,486	48,475	57,736	12,427	14,128	36,124	55,274	(139,655)	(127,595)	128,551	138,899
Consolidated total liabilities													128,551	138,899
Other Information														
Capital expenditure	17,788	609	38,386	15,476	4,052	4,260	584	2,898	630	285	-	-	61,440	23,528
Depreciation of:														
Property, plant and equipment	7,364	6,029	8,039	7,052	1,977	2,109	4,319	4,604	1,658	1,606	-	-	23,357	21,400
Investment property	344	451	49	49	-	-	-	-	1,112	1,223	-	-	1,505	1,723
Amortisation of:														
Biological assets	-	-	5,589	5,822	-	-	-	-	-	-	-	-	5,589	5,822

35. SEGMENTAL INFORMATION (CONTD.)

(b) Geographical Segments

	Total Revenue from External Customers RM'000	Segment Assets RM'000	Capital Expenditure RM'000
31 March 2014			
Malaysia	401,668	1,001,457	20,284
Papua New Guinea	75,211	108,316	5,386
Indonesia	102,766	158,762	35,770
Eliminations	(75,059)	(276,758)	-
Consolidated	504,586	991,777	61,440
31 March 2013			
Malaysia	390,506	1,001,790	9,526
Papua New Guinea	92,024	130,880	3,968
Indonesia	99,325	160,014	10,034
Eliminations	(95,331)	(322,045)	-
Consolidated	486,524	970,639	23,528

36. SIGNIFICANT AND SUBSEQUENT EVENTS

(a) Significant event during the financial year

On 24 December 2012, a subsidiary had entered into a conditional Sale and Purchase Agreement ("SPA") with Lemo Sdn Bhd (Receiver and Manager Appointed), Khuzamy Musa bin Muhammad and Khuzairy Musa bin Muhammad for the acquisition of 2 parcels of agricultural leasehold land in Kemaman, Negeri Terengganu measuring approximately 1,940.73 acres (hereinafter referred to as the "Lands") for a total purchase consideration of RM29,110,000.

The acquisition was completed on 6 January 2014.

(b) Subsequent event after the balance sheet date

On 17 June 2014, a subsidiary had entered into a conditional Sale and Purchase Agreement ("SPA") with Yee Kong Fatt and Cheong Kok Tong for the acquisition of two million (2,000,000) ordinary share of RM1.00 each, representing the entire equity interest of Gabungan Warisan Sdn Bhd ("GWSB") for total purchase consideration of RM3,702,000.

The authorised share capital of GWSB is RM5,000,000 comprising 5,000,000 ordinary shares of RM1.00 each, of which 2,000,000 ordinary shares have been issued and are fully paid-up.

36. SIGNIFICANT AND SUBSEQUENT EVENTS (CONTD.)

(b) Subsequent event after the balance sheet date (Contd.)

GWSB has been granted a 99 years lease by Akademi Yakin Sdn Bhd, a wholly-owned subsidiary of Yayasan Kelantan Darulnaim, to undertake the development of a parcel of land measuring approximately 617.3 acres held under PT 4718, HS(D) 9350, Mukim Kuala Stong, Jajahan Kuala Krai, Kelantan Darul Naim in accordance with the terms and conditions as set out in the agreement to lease dated 18 May 2014.

37. FINANCIAL INSTRUMENTS

(a) Determination of fair value

As stipulated in Amendments to FRS 7: *Improving Disclosures about Financial Instruments,* the Group and the Company are required to classify fair value measurement using a fair value hierarchy. The fair value hierarchy would have the following levels:

Level 1 - the fair value is measured using quoted prices (unadjusted) in active markets for identical assets or liabilities.

Level 2 - the fair value is measured using inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).

Level 3 - the fair value is measured using inputs for the asset or liability that are not based on observable market data (unobservable inputs).

The following table presents the Group's assets that are measured at fair value as at 31 March 2014 and 31 March 2013.

	Level 1 RM'000	Level 2 RM'000	Level 3 RM'000	Total RM'000
As at 31 March 2014				
Assets measured at fair value:				
Investment properties (Note 14)	-	-	80,650	80,650
As at 31 March 2013				
Assets measured at fair value:				
Investment properties (Note 14)	-	-	82,155	82,155

37. FINANCIAL INSTRUMENTS (CONTD.)

(a) Determination of fair value (Contd.)

The financial instruments of the Group and of the Company as at the reporting date are categorised into the following classes:

	Group		Company	
	2014	**2013**	**2014**	**2013**
	RM'000	**RM'000**	**RM'000**	**RM'000**
(i) Loans and receivables				
Trade receivables (Note 20)	117,750	97,749	16	-
Other receivables (Note 21)	26,190	38,551	2,130	2,271
Less: Prepayments (Note 21)	(3,594)	(12,708)	(62)	(61)
Tax recoverable (Note 21)	-	-	(1,600)	(1,331)
	22,596	25,843	468	879
Due from subsidiaries (Note 22)	-	-	124,824	83,868
Cash and bank balances (Note 23)	242,798	272,236	5,210	9,598
Total loans and receivables	383,144	395,828	130,518	94,345
(ii) Financial liabilities measured at amortised cost				
Trade payables (Note 30)	50,356	48,077	25	61
Other payables excluding receipt in advance and provision (Note 31)	30,949	36,358	275	408
Due to subsidiaries (Note 22)	-	-	21,966	20,521
Borrowings (Note 27)	6,195	18,472	6,195	10,835
Total financial liabilities measured at amortised cost	87,500	102,907	28,461	31,825

38. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES

The Group’s financial risk management policy seeks to ensure that adequate financial resources are available for the development of the Group’s businesses whilst managing its interest rate, foreign exchange, liquidity/funding and credit risks. The Group operates within clearly defined guidelines that are approved by the Board and the Group's policy is not to engage in speculative transactions.

(a) Interest Rate Risk

The Group’s primary interest rate risk relates to interest-bearing debt as at year end. The investments in financial assets are mainly short term in nature and they are not held for speculative purposes.

The Group manages its interest rate exposure by maintaining a prudent mix of fixed and floating rate borrowings. The Group actively reviews its debt portfolio, taking into account the investment holding period and nature of its assets. This strategy allows it to capitalise on cheaper funding in a low interest rate environment and achieve a certain level of protection against rate hikes.

The information on maturity dates and effective interest rates of financial assets and liabilities are disclosed in their respective notes.

(b) Liquidity/Funding Risk

The Group defines liquidity/funding risk as the risk that funds will not be available to meet liabilities as they fall due.

The Group actively manages its operating cash flows and the availability of funding so as to ensure that all funding needs are met. As part of its overall prudent liquidity management, the Group maintains sufficient levels of cash or cash convertible instruments to meet its working capital requirements. To ensure availability of funds, the Group closely monitors its cash flow position on a regular basis.

Analysis of financial instruments by remaining contractual maturities

The table below summarises the maturity profile of the Company’s liabilities at the reporting date based on contractual undiscounted repayment obligations.

	Contractual Cashflow on demand or within one year	
	2014	**2013**
	RM'000	**RM'000**
Group		
Financial liabilities:		
Trade and other payables	81,305	84,435
Borrowings	6,451	19,478
Total undiscounted financial liabilities	87,756	103,913

38. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTD.)

(b) Liquidity/Funding Risk (Contd.)

	Contractual Cashflow on demand or within one year	
	2014 RM'000	2013 RM'000
Company		
Financial liabilities:		
Trade and other payables	300	469
Due to subsidiaries	21,966	20,521
Borrowings	6,451	10,986
Total undiscounted financial liabilities	28,717	31,976

(c) Foreign Currency Risk

The Group is exposed to transactional currency risk primarily through sales and purchases that are denominated in a currency other than the functional currency of the operations to which they relate. The currencies giving rise to this risk are primarily Indonesian Rupiah and Papua New Guinea Kina. The Group does not practise any fund hedge for its purchases and sales transaction.

The net unhedged financial assets and financial liabilities of the Group that are not denominated in the functional currency of the Company are as follows:

	Indonesian Rupiah RM'000	Papua New Guinea Kina RM'000	Total RM'000
At 31 March 2014:			
Assets			
- Trade and other receivables	23,783	25,288	49,071
- Cash and cash equivalents	36,482	6,785	43,267
	60,265	32,073	92,338
Liabilities			
- Trade and other payables	6,827	4,126	10,953
At 31 March 2013:			
Assets			
- Trade and other receivables	26,251	31,481	57,732
- Cash and cash equivalents	34,103	3,144	37,247
	60,354	34,625	94,979
Liabilities			
- Trade and other payables	7,191	14,613	21,804

38. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTD.)

(c) Foreign Currency Risk (Contd.)

Sensitivity analysis

The following table demonstrates the sensitivity of the Group's profit net of tax to a reasonably possible change in the Indonesian Rupiah ("IDR") and Papua New Guinea Kina ("PNGK") exchange rates against the functional currency of the affected group companies ("RM") with all other variables held constant.

	Group	
	2014 Effect on profit net of tax RM'000	2013 Effect on profit net of tax RM'000
IDR - strengthens 5% (2013: 5%)	848	875
IDR - weakens 5% (2013: 5%)	(848)	(875)
PNGK - strengthens 4% (2013: 2%)	983	337
PNGK - weakens 4% (2013: 2%)	(983)	(337)

(d) Credit Risk

Credit risk, or the risk of counterparties defaulting, is controlled by the application of credit approvals, limits and monitoring procedures. Credit risk is minimised and monitored via strictly limiting the Group's associations to business partners with high creditworthiness. Trade receivables are monitored on an ongoing basis via Group management reporting procedures.

The Group does not have any significant exposure to any individual customer or counterparty except with the Government Agencies as disclosed in Note 20. The Group does not have any major concentration of credit risk related to any financial instruments.

39. CAPITAL MANAGEMENT

The primary objective of the Group's capital management is to ensure that it maintains an optimal capital structure in order to support its businesses and maximise shareholders' value.

The Group manages its capital structure and makes adjustments to it, in light of changes in economic conditions. To maintain or adjust the capital structure, the Group may adjust the dividend payment to shareholders. The Group's approach in managing capital is based on defined guidelines that are approved by the Board.

There were no changes in the Group's approach to capital management during the year.

40. SUBSIDIARIES AND ACTIVITIES

Set out below is a list of the subsidiaries of the Company as at 31 March 2014, all of which are incorporated in Malaysia, unless otherwise indicated:

Name of Company	Effective Interest 2014 %	2013 %	Principal Activities
Manufacturing			
Security Printers (M) Sdn. Bhd. (34025-W)	60.9	60.9	Trading of security and confidential documents
Percetakan Keselamatan Nasional Sdn. Bhd. (166151-T)	60.9	60.9	Production of security and confidential documents
Property Investment			
Fima Metal Box Holdings Sdn. Bhd. (70926-X)	100.0	100.0	Investment holding
Fima Corporation Berhad (21185-P)	60.9	60.9	Investment holding and property management
FCB Property Management Sdn. Bhd. (264746-K)	60.9	60.9	Property management
FCB Plantation Holdings Sdn. Bhd. (270659-U)	60.9	60.9	Investment holding
Bulking			
Fima Bulking Services Berhad (53110-X)	100.0	100.0	Providing bulk handling storage of liquid and semi-liquid products and investment holding
Fimachem Sdn. Bhd. (151893-X)	100.0	100.0	Providing bulk storage of liquid and semi-liquid hazardous products
Fima Liquid Bulking Sdn. Bhd. (182904-W)	100.0	100.0	Providing bulk storage of latex and palm oleo based products

40. SUBSIDIARIES AND ACTIVITIES (CONTD.)

Name of Company	Effective Interest 2014 %	2013 %	Principal Activities
Bulking (Contd.)			
Fima Palmbulk Services Sdn. Bhd. (61459-M)	100.0	100.0	Bulk handling of liquid and semi-liquid products
Fima Freight Forwarders Sdn. Bhd. (223850-P)	100.0	100.0	Provision of warehousing, transportation and forwarding services
Boustead Oil Bulking Sdn. Bhd. (81508-K)	100.0	100.0	Bulk handling of palm oil and edible oils
Fima Logistics Sdn. Bhd. (288891-A)	100.0	100.0	Inactive
Biodiesel			
Fima Biodiesel Sdn. Bhd. (715822-K)	100.0	100.0	Manufacturing of biodiesel and trading of its related products
Plantation			
Pineapple Cannery of Malaysia Sendirian Berhad (5367-U)	100.0	100.0	Pineapple and palm oil cultivation
PT Nunukan Jaya Lestari^^ (NPWP 02.033.898.4-723.000)	48.7	48.7	Oil palm production and processing
Victoria Square Plantation Sdn. Bhd. (733298-K)	80.0	80.0	Investment holding
Amgreen Gain Sdn. Bhd. (655236-V)	52.0	52.0	Oil palm cultivation
Ladang Fima Sdn. Bhd. (12652-H)	100.0	100.0	Inactive
Fima-TLP Feedlot Sdn. Bhd. (31385-U)	85.0	85.0	Inactive
Cendana Laksana Sdn. Bhd. (1024167-W)	60.9	60.9	Oil palm cultivation

40. SUBSIDIARIES AND ACTIVITIES (CONTD.)

Name of Company	Effective Interest 2014 %	Effective Interest 2013 %	Principal Activities
Food			
International Food Corporation Limited (C.1-19260) +	95.6	95.6	Fish processing, canning and distribution
Fima Instanco Sdn. Bhd. (19196-T)	100.0	100.0	Packaging of food products
IFC Marketing and Distribution Limited (C.1-19261) +	95.6	95.6	Inactive
Others			
Malaysian Transnational Trading (MATTRA) Corporation Berhad (84962-V)	100.0	100.0	Inactive
Mattra Premier Sdn. Bhd. (288892-P)	100.0	100.0	Inactive
KF Commodities Sdn.Bhd. (240960-H)	100.0	100.0	Inactive
Fima Overseas Holdings Sdn. Bhd. (36334-P)	100.0	100.0	Investment holding
Endell Pte. Ltd. (199206825E) #	80.0	80.0	Investment holding
Fima-Mr. Juicy Sdn. Bhd. (22947-D)	100.0	100.0	Inactive
Fima Fraser's Hill Sdn. Bhd. (26087-U)	60.0	60.0	Inactive

Incorporated in Singapore, audited by a firm of chartered accountants other than Hanafiah Raslan & Mohamad

\+ Incorporated in Papua New Guinea, audited by member firms of Ernst & Young Global in Papua New Guinea

^^ Incorporated in Indonesia, audited by member firms of Ernst & Young Global in Indonesia

41. ASSOCIATES AND ACTIVITIES

(i) Details of associates are as follows:

Name of Company	Effective Interest 2014 %	Effective Interest 2013 %	Principal Activities
Marushin Canneries (Malaysia) Sdn. Bhd. (162963-U)*	38.0	38.0	Manufacturer and sale of canned fish
Giesecke & Devrient Malaysia Sdn. Bhd. (573030-M)*	11.9	11.9	Printing and production of bank notes

(ii) Details of an associate not equity accounted are as follows:

The result of an associate has not been equity accounted as the directors are of the opinion that the overall contribution from this company is not significant to the Group's results and that to adopt equity accounting would involve undue expense and delay.

Name of Company	Effective Interest 2014 %	Effective Interest 2013 %	Principal Activities
Kadkash Sdn. Bhd. (374691-H)	23.9	23.9	Inactive

* Associates audited by firms of chartered accountants other than Hanafiah Raslan & Mohamad.

42. AUTHORISATION OF FINANCIAL STATEMENTS FOR ISSUE

The financial statements for the year ended 31 March 2014 were authorised for issue in accordance with resolution of the directors on 18 July 2014.

43. SUPPLEMENTARY INFORMATION

The following analysis of realised and unrealised retained earnings of the Group and the Company is prepared in accordance with Guidance on Special Matter No.1, Determination of Realised and Unrealised Profits and Losses in the Context of Disclosure Pursuant to Bursa Malaysia Securities Berhad ("Bursa Malaysia") Listing Requirements as issued by the Malaysian Institute of Accountants and presented in accordance with the directive issued by Bursa Malaysia.

	Group		Company	
	2014	**2013**	**2014**	**2013**
	RM'000	**RM'000**	**RM'000**	**RM'000**
Total retained profits of the Company and its subsidiaries				
Realised	304,027	259,894	19,671	(13,471)
Unrealised	(32,700)	(21,594)	(6,731)	(4,681)
	271,327	238,300	12,940	(18,152)
Total share of retained earnings from associated companies				
Realised	32,960	32,269	-	-
Unrealised	1,447	(3,789)	-	-
	34,407	28,480	-	-
Add : Consolidation adjustments	(27,338)	(29,273)	-	-
Retained profits/(accumulated losses) as per financial statements	278,396	237,507	12,940	(18,152)

The disclosure of realised and unrealised retained profits above is solely for compliance with the directive issued by the Bursa Malaysia and should not be used for any other purpose.