

ORIENTAL FOOD INDUSTRIES HOLDINGS BERHAD (Company No. 389769-M)
(Incorporated in Malaysia)
CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME
For the quarter ended 31 March 2014
(The figures have not been audited)

	INDIVIDUAL QUARTER 3 MONTHS ENDED		CUMULATIVE QUARTER 12 MONTHS ENDED	
	CURRENT YEAR QUARTER ENDED 31/03/2014 RM'000	PRECEDING YEAR CORRESPONDING QUARTER ENDED 31/03/2013 RM'000	CURRENT PERIOD TO-DATE 31/03/2014 RM'000	PRECEDING YEAR CORRESPONDING PERIOD TO-DATE 31/03/2013 RM'000
Revenue	54,826	54,156	226,317	212,100
Cost of sales	(42,780)	(43,032)	(174,168)	(166,429)
Gross Profit	12,046	11,124	52,149	45,671
Other operating (expense)/income	(122)	177	447	786
Selling & distribution costs	(4,965)	(4,353)	(21,285)	(20,214)
Administrative expenses	(3,596)	(3,717)	(10,830)	(9,605)
Finance costs	(53)	(82)	(243)	(327)
Profit Before Tax	3,310	3,149	20,238	16,311
Tax expense	(430)	(689)	(4,313)	(3,459)
Profit net of tax, representing total comprehensive income for the period	2,880	2,460	15,925	12,852
Total Comprehensive Income Attributable to :				
Owners of the parent	2,885	2,461	15,927	12,773
Non-controlling interest	(5)	(1)	(2)	79
	2,880	2,460	15,925	12,852
Earnings per share (Note B 14)				
- Basic (Sen)	4.81	4.10	26.55	21.29
- Diluted	N/A	N/A	N/A	N/A

The Condensed Consolidated Statements of Comprehensive Income should be read in conjunction with the Annual Financial Report for the year ended 31st March 2013 and the accompanying explanatory notes attached to the interim financial statements.

ORIENTAL FOOD INDUSTRIES HOLDINGS BERHAD (Company No. 389769-M)
(Incorporated in Malaysia)
CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION

	Unaudited As at 31/03/2014 RM'000	Audited As at 31/03/2013 RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	92,371	93,262
Investment properties	908	924
Investment security	372	372
Land held for property development	958	958
	<u>94,609</u>	<u>95,516</u>
Current assets		
Development property	-	3,553
Inventories	26,731	17,351
Trade and other receivables	30,772	31,762
Other current assets	1,301	3,809
Income tax recoverable	1,548	1,542
Cash and bank balances	27,586	18,189
	<u>87,938</u>	<u>76,206</u>
TOTAL ASSETS	<u>182,547</u>	<u>171,722</u>
EQUITY AND LIABILITIES		
Equity attributable to owners of the parent		
Share capital	60,000	60,000
Revaluation reserves	9,959	9,959
Retained earnings	73,972	62,845
	<u>143,931</u>	<u>132,804</u>
Non-controlling interest	605	607
Total equity	<u>144,536</u>	<u>133,411</u>
Non-current liabilities		
Loans and borrowings	3,867	5,373
Deferred tax liabilities	8,482	6,575
	<u>12,349</u>	<u>11,948</u>
Current liabilities		
Trade and other payables	21,076	19,704
Dividend payable	1,200	1,200
Income tax payable	562	-
Derivatives	41	39
Loans and borrowings	2,783	5,420
	<u>25,662</u>	<u>26,363</u>
Total liabilities	<u>38,011</u>	<u>38,311</u>
TOTAL EQUITY AND LIABILITIES	<u>182,547</u>	<u>171,722</u>
	-	-
Net assets per share attributable to owners of the Parent (RM) **	2.40	2.21

**** Net assets per share is calculated based on total assets (including intangibles) minus total liabilities divided by the total number of ordinary shares of RM1.00 each in issue as at 31st March 2014.**

The Condensed Consolidated Statements of Financial Position should be read in conjunction with the Annual Financial Report for the year ended 31st March 2013 and the accompanying explanatory notes attached to the interim financial statements.

ORIENTAL FOOD INDUSTRIES HOLDINGS BERHAD (Company No. 389769-M)
(Incorporated in Malaysia)
CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY
For the quarter ended 31 March 2014
(The figures have not been audited)

	← Attributable to Owners of the Parent →				Non-Controlling Interest	Total Equity
	Share Capital RM'000	Revaluation Reserves RM'000	Retained Earnings RM'000	Total RM'000	RM'000	RM'000
<u>12 months period ended 31 March 2014</u>						
Balance as at 1 April 2013	60,000	9,959	62,845	132,804	607	133,411
Total comprehensive income for the period	-	-	15,927	15,927	(2)	15,925
Transactions with owners						
Third interim dividend for the year ended 31 March 2014	-	-	(1,200)	(1,200)	-	(1,200)
Second interim dividend for the year ending 31 March 2014	-	-	(1,200)	(1,200)	-	(1,200)
First interim dividend for the year ending 31 March 2014	-	-	(1,200)	(1,200)	-	(1,200)
Final dividend for the year ended 31 March 2013	-	-	(1,200)	(1,200)	-	(1,200)
Total transactions with owners	-	-	(4,800)	(4,800)	-	(4,800)
Balance as at 31 March 2014	60,000	9,959	73,972	143,931	605	144,536
	-	-	-	-	-	-
<u>12 months period ended 31 March 2013</u>						
Balance as at 1 April 2012	60,000	9,959	54,872	124,831	528	125,359
Total comprehensive income for the period	-	-	12,773	12,773	79	12,852
Transactions with owners						
Third interim dividend for the year ended 31 March 2013	-	-	(1,200)	(1,200)	-	(1,200)
Second interim dividend for the year ended 31 March 2013	-	-	(1,800)	(1,800)	-	(1,800)
First interim dividend for the year ended 31 March 2013	-	-	(600)	(600)	-	(600)
Final dividend for the year ended 31 March 2012	-	-	(1,200)	(1,200)	-	(1,200)
Total transactions with owners	-	-	(4,800)	(4,800)	-	(4,800)
Balance as at 31 March 2013	60,000	9,959	62,845	132,804	607	133,411

The Condensed Consolidated Statements of Changes in Equity should be read in conjunction with the Annual Financial Report for the year ended 31st March 2013 and the accompanying explanatory notes attached to the interim financial statements.

ORIENTAL FOOD INDUSTRIES HOLDINGS BERHAD (Company No. 389769-M)
(Incorporated in Malaysia)
CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS
For the quarter ended 31 March 2014
(The figures have not been audited)

	CURRENT PERIOD ENDED 31/03/2014 RM'000	PRECEDING PERIOD ENDED 31/03/2013 RM'000
OPERATING ACTIVITIES		
Profit before tax	20,238	16,311
Adjustments for non cash items	8,409	6,550
	<u>28,647</u>	<u>22,861</u>
Changes in working capital	(3,217)	2,109
Net cash generated from operating activities	<u>25,430</u>	<u>24,970</u>
Interest income	248	229
Interest paid	(244)	(327)
Income taxes paid	(1,850)	(3,385)
Net cash flows from operating activities	<u>23,584</u>	<u>21,487</u>
INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(6,033)	(16,137)
Proceeds from disposal of:		
- property, plant and equipment	24	336
Net cash used in investing activities	<u>(6,009)</u>	<u>(15,801)</u>
FINANCING ACTIVITIES		
Proceeds from loans and borrowings	-	6,039
Dividends paid on ordinary shares	(3,600)	(3,600)
Repayment of loans and borrowings	(2,409)	(4,936)
Net cash used in financing activities	<u>(6,009)</u>	<u>(2,497)</u>
Net Change in Cash & Cash Equivalents	11,566	3,189
Effect of exchange rate changes on cash and cash equivalents	(423)	361
Cash and Cash Equivalents at beginning of period	15,166	11,616
Cash and Cash Equivalents at end of period	<u>26,309</u>	<u>15,166</u>
Cash and cash equivalents at the end of the financial period comprise the following:		
	31/03/2014 RM'000	31/03/2013 RM'000
Short term deposits with licensed bank	7,167	6,994
Cash and bank balances	20,419	11,195
Bank overdraft	(1,277)	(3,023)
	<u>26,309</u>	<u>15,166</u>
	-	-

The Condensed Consolidated Statements of Cash Flows should be read in conjunction with the Annual Financial Report for the year ended 31st March 2013 and the accompanying explanatory notes attached to the interim financial statements.

ORIENTAL FOOD INDUSTRIES HOLDINGS BERHAD (Company No.389769-M)

(Incorporated in Malaysia)

***EXPLANATORY NOTES TO THE INTERIM FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD ENDED 31st MARCH 2014*****A. INFORMATION REQUIRED BY FRS 134****1. *Basis of Preparation***

The condensed interim financial report is unaudited and has been prepared in accordance with FRS 134 - Interim Financial Reporting and Part A of Appendix 9B of the Bursa Malaysia Securities Berhad ("Bursa Malaysia") Main Market Listing Requirements, and should be read in conjunction with the audited financial statements for the year ended 31 March 2013.

The accounting policies, methods of computation and basis of consolidation applied in the interim financial statements are consistent with those adopted in the audited financial statements for the financial year ended 31 March 2013, except for the adoption of the following new/revised Financial Reporting Standard ("FRS"), amendments to published standards and interpretations to existing standards which are applicable to the Group as follows:

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

The above amendments are not expected to have a material impact on the Group's financial statements.

On 19 November 2011, the Malaysian Accounting Standards Board (MASB) issued a new MASB approved accounting framework, the Malaysian Financial Reporting Standards (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 Construction of Real Estate (IC 15), including its parent, significant investor and venturer (herein called 'Transitioning Entities'). Transitioning Entities are allowed to defer the adoption of the new MFRS Framework and may in the alternative, apply Financial Reporting Standards (FRS) as its financial reporting framework for annual periods beginning on or after 1 January 2014.

ORIENTAL FOOD INDUSTRIES HOLDINGS BERHAD (Company No.389769-M)

(Incorporated in Malaysia)

***EXPLANATORY NOTES TO THE INTERIM FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD ENDED 31st MARCH 2014***

1. *Basis of Preparation (continued)*

The Group falls within the scope definition of Transitioning Entities and has opted to defer adoption of the new MFRS Framework. Accordingly, the Group will present its first set of MFRS financial statements when the MFRS Framework is mandated by the MASB. In presenting its first MFRS financial statements, the Group will be required to restate the comparative financial statements to amounts reflecting the application of MFRS Framework. The majority of the adjustments required on transition will be made, retrospectively, against opening retained earnings.

2. *Seasonal or Cyclical Factors*

The business operations of the Group are not materially affected by any seasonal or cyclical factors.

3. *Exceptional / Extraordinary Items*

There were no exceptional / extraordinary items for the financial period under review.

4. *Changes in Estimates*

There were no changes to the estimates of amounts reported in prior financial years that may have a material effect in the current period.

5. *Debts and Equity Securities*

There was no issuance, cancellation, repurchase, resale and repayment of debts and equity securities for the current financial quarter.

6. *Dividend Paid*

A final single tier dividend of 2 sen per share, amounting to RM1,200,000 for the financial year ended 31 March 2013 was approved during the 17th Annual General Meeting held on 28 August 2013 and was paid on 1 October 2013.

A first interim single tier dividend of 2 sen per share, amounting to RM1,200,000 for the financial year ending 31 March 2014 was declared during the 55th Board of Directors Meeting held on 28 August 2013 and was paid on 1 October 2013.

A second interim single tier dividend of 2 sen per share, amounting to RM1,200,000 for the financial year ending 31 March 2014 was declared during the 56th Board of Directors Meeting held on 21 November 2013 and was paid on 2 January 2014.

7. *Segment Information*

Management has determined the operating segments based on the reports used to make strategic decisions.

For management purposes, the Group is organised into business units based on their products and services, and has three reportable operating segments as follows:

- i. Manufacturing and marketing of snack food and confectioneries
- ii. Property development
- iii. Investment holding

ORIENTAL FOOD INDUSTRIES HOLDINGS BERHAD (Company No.389769-M)

(Incorporated in Malaysia)

EXPLANATORY NOTES TO THE INTERIM FINANCIAL STATEMENTS

FOR THE FINANCIAL PERIOD ENDED 31st MARCH 2014

7. Segment information (continued)

31 March 2014	Manufacturing and marketing of snack food and confectioneries RM'000	Property development RM'000	Investment holding RM'000	Adjustments and eliminations RM'000	Notes	Per condensed consolidated financial statements RM'000
Revenue:						
External customers	225,189	1,128	-	-		226,317
Inter-segment	-	-	4,147	(4,147)	A	-
Total revenue	225,189	1,128	4,147	(4,147)		226,317
Results:						
Interest income	248	-	-	-		248
Depreciation of:						
- Property, plant and equipment	6,824	-	-	-		6,824
- Investment properties	16	-	-	-		16
Other non-cash expenses	862	-	-	-	B	862
Segment profit/(loss)	20,242	(4)	3,563	(3,563)	C	20,238
Assets:						
Additions to non-current assets	6,033	-	-	-	D	6,033
Segment assets	175,219	7,328	-	-	E	182,547
Segment liabilities	37,073	938	-	-	F	38,011

ORIENTAL FOOD INDUSTRIES HOLDINGS BERHAD (Company No.389769-M)

(Incorporated in Malaysia)

EXPLANATORY NOTES TO THE INTERIM FINANCIAL STATEMENTS

FOR THE FINANCIAL PERIOD ENDED 31st MARCH 2014

7. Segment information (continued)

31 March 2013	Manufacturing and marketing of snack food and confectioneries RM'000	Property development RM'000	Investment holding RM'000	Adjustments and eliminations RM'000	Notes	Per condensed consolidated financial statements RM'000
Revenue:						
External customers	207,593	4,507	-	-		212,100
Inter-segment	-	-	7,094	(7,094)	A	-
Total revenue	207,593	4,507	7,094	(7,094)		212,100
Results:						
Interest income	229	-	-	-		229
Depreciation of:						
- Property, plant and equipment	6,260	-	-	-		6,260
- Investment properties	16	-	-	-		16
Other non-cash expenses	231	-	-	-	B	231
Segment profit	15,228	1,083	6,418	(6,418)	C	16,311
Assets:						
Additions to non-current assets	16,137	-	-	-	D	16,137
Segment assets	163,717	8,005	-	-	E	171,722
Segment liabilities	37,686	625	-	-	F	38,311

ORIENTAL FOOD INDUSTRIES HOLDINGS BERHAD (Company No.389769-M)
(Incorporated in Malaysia)
EXPLANATORY NOTES TO THE INTERIM FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD ENDED 31st MARCH 2014

7. Segment Information (continued)

A Inter-segment revenues are eliminated on consolidation.

B Other non-cash expenses consist of the following items as presented in the respective notes to the financial statements:

	31.03.2014	31.03.2013
	RM'000	RM'000
Inventories written down	862	231

C The following items are added to/ (deducted from) segment profit to arrive at total consolidated profit before tax:

	31.03.2014	31.03.2013
	RM'000	RM'000
Dividend income from inter-segment	4,147	7,094
Unallocated corporate expenses	(584)	(676)
	<u>3,563</u>	<u>6,418</u>

D Additions to non-current assets consist of property, plant and equipment.

E Inter-segment assets are deducted from segment assets to arrive at total assets reported in the condensed consolidated statement of financial position.

F Inter-segment liabilities are deducted from segment liabilities to arrive at total liabilities reported in the condensed consolidated statement of financial position.

Revenue information based on the geographical location of customers are as follows:

	Revenues	
	31.03.2014	31.03.2013
	RM'000	RM'000
Malaysia	107,648	104,856
Asia	74,431	69,186
Middle East	13,721	12,505
Africa	2,231	1,905
Europe	3,372	759
America	18,213	17,370
Others	6,701	5,519
Total reported segments	<u>226,317</u>	<u>212,100</u>

The Group does not have single external customer that constitute 10% or more of the Group's revenue.

ORIENTAL FOOD INDUSTRIES HOLDINGS BERHAD (Company No.389769-M)
(Incorporated in Malaysia)
EXPLANATORY NOTES TO THE INTERIM FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD ENDED 31st MARCH 2014

8. Significant Related Party Disclosures

The significant related party transactions and balances described below were carried out in the ordinary course of business and on commercial terms that are no more favourable than that available to other third parties.

Sale of Goods

	Transactions for the 12 months period ended <u>31.03.2014</u> RM'000	Outstanding balance as at <u>31.03.2014</u> RM'000
Syarikat Perniagaan Chong Mah	4,738	369

Syarikat Perniagaan Chong Mah, a company incorporated in Malaysia, is a substantial shareholder of the Company.

The transactions with this related party are conducted in accordance with the general mandate obtained from shareholders for recurrent related party transactions.

9. Material Events Subsequent to the End of the Reporting Period

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

10. Changes in the Composition of the Group

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

11. Contingent Liabilities

There were no contingent liabilities of a material nature to be disclosed.

12. Capital Commitments

	As at 31.03.2014 RM'000
Authorised, contracted but not provided for:-	
- purchase of property, plant and equipment	183

ORIENTAL FOOD INDUSTRIES HOLDINGS BERHAD (Company No.389769-M)
(Incorporated in Malaysia)
EXPLANATORY NOTES TO THE INTERIM FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD ENDED 31st MARCH 2014

B. Additional information required by Bursa Malaysia Listing Requirements

1. Review of Performance

	<u>Current quarter</u> <u>31.03.2014</u> RM'000	<u>Preceding year corresponding quarter</u> <u>31.03.2013</u> RM'000	<u>Current period to date</u> <u>31.03.2014</u> RM'000	<u>Preceding year corresponding period to date</u> <u>31.03.2013</u> RM'000
Revenue	54,826	54,156	226,317	212,100
Profit before tax	3,310	3,149	20,238	16,311

For current quarter and current period to date, the Group has recorded higher revenue as a result of higher demand from customers in the snack food and confectioneries segment as compared to corresponding quarter and period to date in preceding year respectively. The increase was however, partially offset by the decrease in revenue from property development segment.

Profit before tax for the current period to date increased in line with the increase in revenue as compared to corresponding period to date in preceding year.

2. Material Changes in the Quarterly Results Compared to the Results of the Preceding Quarter

	Current Quarter RM'000	Preceding Quarter RM'000
Revenue	54,826	61,396
Profit before tax	3,310	6,576

The decrease in revenue of approximately 10% for the current quarter as compared to the preceding quarter was mainly due to lower revenue from snack food and confectioneries segment.

The decrease in profit before tax in the current quarter as compared to the preceding quarter was due to lower revenue in the current quarter as well as higher unrealised foreign exchange losses being recognised during the current quarter.

3. Group's Prospects

Despite facing various challenges of competitive markets, the Board expects that the performance of the Group will be satisfactory for the coming financial year ending 31 March 2015.

ORIENTAL FOOD INDUSTRIES HOLDINGS BERHAD (Company No.389769-M)

(Incorporated in Malaysia)

**EXPLANATORY NOTES TO THE INTERIM FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD ENDED 31st MARCH 2014****4. Board of Directors' Opinion on Revenue or Profit Estimate, Forecast, Projection or Internal Targets**

The Group does not announce or disclose any revenue or profit estimate, forecast, projection or internal targets in a public document.

5. Variance of Actual Profit from Profit Forecast

The disclosure requirements for explanatory notes for the variance of actual profit after tax and non-controlling interest and forecasted profit after tax and non-controlling interest and for the shortfall in profit guarantee are not applicable.

6. Taxation

	<u>Current quarter</u> <u>31.03.2014</u>	<u>Preceding year corresponding quarter</u> <u>31.03.2013</u>	<u>Current period to date</u> <u>31.03.2014</u>	<u>Preceding year corresponding period to date</u> <u>31.03.2013</u>
	RM'000	RM'000	RM'000	RM'000
Income taxation in Malaysia				
- current year	71	211	2,406	1,911
Deferred taxation				
- origination and reversal of temporary differences	359	478	1,907	1,548
	<u>430</u>	<u>689</u>	<u>4,313</u>	<u>3,459</u>

The Group's effective tax rate for the current quarter and current period to date is lower than the statutory tax rate mainly due to the availability of tax incentives granted to its subsidiary.

7. Profits on Sale of Unquoted Investments and / or Properties

There was no sale of unquoted investments and / or properties for the current quarter.

8. Purchases or Disposals of Quoted Securities

There was no purchase and sale of quoted securities for the current quarter.

9. Status of Corporate Proposals

There was no corporate proposal announced but not completed as at the date of this quarterly report.

ORIENTAL FOOD INDUSTRIES HOLDINGS BERHAD (Company No.389769-M)
(Incorporated in Malaysia)
EXPLANATORY NOTES TO THE INTERIM FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD ENDED 31st MARCH 2014

10. Group borrowings

	As at 31.03.2014
	RM'000
<u>Borrowings - current</u>	
Term loans (unsecured)	1,506
Bank overdraft (unsecured)	1,277

	2,783
	=====
<u>Borrowings – non-current</u>	
Term loans (unsecured)	3,867
	=====

The borrowings are denominated in Ringgit Malaysia.

11. Derivatives

The outstanding Forward Foreign Exchange Contracts as at 31 March 2014 are as follows:

	<u>Notional Value</u>	<u>Fair Value</u>
	<u>RM'000</u>	<u>RM'000</u>
<u>Currency</u>		
Foreign Exchange Contracts to sell USD (less than 1 year)	939	898
	=====	=====

These forward foreign exchange contracts were entered into to hedge against fluctuations of exchange rate in USD.

There is minimal credit and market risk as the forward contracts are executed with creditworthy financial institutions. The Group is of the view that the possibility of non performance by the financial institutions is remote on the basis of their financial strength.

12. Material Litigation

There was no pending material litigation since the last annual statement of financial position date till the date of this interim report.

13. Dividend

On 29 May 2014, the Board of Directors proposed, subject to the approval of the members at the forthcoming Annual General Meeting of the Company, a final single tier dividend of 3.5 sen per share (31 March 2013: single tier dividend of 2 sen per share), on 60,000,000 ordinary shares, amounting to RM2,100,000 for the financial year ended 31 March 2014. The entitlement date and payment date would be announced at a later date.

ORIENTAL FOOD INDUSTRIES HOLDINGS BERHAD (Company No.389769-M)

(Incorporated in Malaysia)

**EXPLANATORY NOTES TO THE INTERIM FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD ENDED 31st MARCH 2014****14. Earnings per Share**

	Current Quarter 31.03.2014	Preceding Year Corresponding Quarter 31.03.2013	Current Period To Date 31.03.2014	Preceding Year Corresponding Period To Date 31.03.2013
Profit attributable to owners of the parent (RM'000)	2,885	2,461	15,927	12,773
Number of ordinary shares in issue ('000)	60,000	60,000	60,000	60,000
Basic earnings per share (sen)	<u>4.81</u>	<u>4.10</u>	<u>26.55</u>	<u>21.29</u>

15. Audit Report

The audited report of the preceding annual financial statements did not contain any qualification.

16. Profit before Tax

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

	Current Quarter 31.03.2014 RM'000	Current Period To Date 31.03.2014 RM'000
Interest income	(72)	(248)
Rental income	(23)	(90)
Interest expense	53	243
Property, plant and equipment		
- depreciation	1,717	6,824
- loss on disposal	-	34
- write-off	-	27
Investment properties		
- depreciation	4	16
Foreign exchange loss		
- realised	153	128
- unrealised	800	649
Derivatives loss	68	2
Allowance for doubtful debts no longer required	-	(14)
Inventories written off	172	862

Other than the above items, there were no provision for and write off of receivables, impairment of assets and exceptional items for the current quarter and current financial period to date ended 31 March 2014.

ORIENTAL FOOD INDUSTRIES HOLDINGS BERHAD (Company No.389769-M)
(Incorporated in Malaysia)
EXPLANATORY NOTES TO THE INTERIM FINANCIAL STATEMENTS
FOR THE FINANCIAL PERIOD ENDED 31st MARCH 2014

17. Realised and Unrealised Profits/Losses Disclosure

	As at 31.03.2014 RM'000	As at 31.03.2013 RM'000
Total retained earnings of Oriental Food Industries Holdings Berhad and its subsidiaries:		
- Realised	113,265	99,349
- Unrealised	(9,171)	(6,380)
	<hr/> 104,094	<hr/> 92,969
Less: Consolidation adjustments	(30,122)	(30,124)
	<hr/> 73,972	<hr/> 62,845
	<hr/> <hr/>	<hr/> <hr/>

For and on behalf of
ORIENTAL FOOD INDUSTRIES HOLDINGS BERHAD

Datuk Son Chen Chuan
Managing Director

Dated: 29 May 2014