

Financial Results

Reference No **LH-090826-61542**

Company Name : **LEONG HUP HOLDINGS BERHAD**
Stock Name : **LHH**
Date Announced : **26/08/2009**
Financial Year End : **31/03/2010**
Quarter : **1**
Quarterly report for the financial period ended : **30/06/2009**
The figures : **have not been audited**

Converted attachment :

Please attach the full Quarterly Report here:

[LHH_QtrlyNotes_300609_final.doc](#)

[LHH 300609 reports final.xls](#)

Remark:

- [DEFAULT CURRENCY](#)
- [OTHER CURRENCY](#)

Currency : Malaysian Ringgit (MYR)

SUMMARY OF KEY FINANCIAL INFORMATION

30/06/2009

	INDIVIDUAL PERIOD		CUMULATIVE PERIOD	
	CURRENT YEAR QUARTER	PRECEDING YEAR CORRESPONDING QUARTER	CURRENT YEAR TO DATE	PRECEDING YEAR CORRESPONDING PERIOD
	30/06/2009	30/06/2008	30/06/2009	30/06/2008
	\$\$'000	\$\$'000	\$\$'000	\$\$'000
1 Revenue	280,607	260,014	280,607	260,014
2 Profit/(loss) before tax	26,230	13,459	26,230	13,459
3 Profit/(loss) for the period	20,086	10,248	20,086	10,248
4 Profit/(loss) attributable to ordinary equity holders of the parent	13,222	6,613	13,222	6,613
5 Basic earnings/(loss) per share (Subunit)	7.93	3.97	7.93	3.97
6 Proposed/Declared dividend per share (Subunit)	0.00	0.00	0.00	0.00

	AS AT END OF CURRENT QUARTER	AS AT PRECEDING FINANCIAL YEAR END
7 Net assets per share attributable to ordinary equity holders of the parent (\$\$)	1.9296	1.8458

Remarks :

Definition of Subunit:

In a currency system, there is usually a main unit (base) and subunit that is a fraction amount of the main unit.

Example for the subunit as follows:

Country	Base Unit	Subunit
Malaysia	Ringgit	Sen
United States	Dollar	Cent
United Kingdom	Pound	Pence

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LEONG HUP HOLDINGS BERHAD (51316-D)*(Incorporated In Malaysia)***UNAUDITED CONDENSED CONSOLIDATED INCOME STATEMENTS
FOR THE QUARTER ENDED 30 JUNE 2009**

	Individual Quarter		Cummulative Quarter	
	Current Year Quarter 30-Jun-09 RM'000	Preceding Year Corresponding Quarter 30-Jun-08 RM'000	Current Year To Date 30-Jun-09 RM'000	Preceding Year Corresponding Period 30-Jun-08 RM'000
Revenue	280,607	260,014	280,607	260,014
Operating Expenses	(254,524)	(246,767)	(254,524)	(246,767)
Other Operating Income	1,493	1,921	1,493	1,921
Finance Cost	(2,225)	(2,600)	(2,225)	(2,600)
Share of Profit of Associates	879	891	879	891
Profit Before Taxation	<u>26,230</u>	<u>13,459</u>	<u>26,230</u>	<u>13,459</u>
Taxation	(6,144)	(3,211)	(6,144)	(3,211)
Profit for the period	<u><u>20,086</u></u>	<u><u>10,248</u></u>	<u><u>20,086</u></u>	<u><u>10,248</u></u>
Attributable to:				
Equity holders of the parent	13,222	6,613	13,222	6,613
Minority Interest	6,864	3,635	6,864	3,635
	<u><u>20,086</u></u>	<u><u>10,248</u></u>	<u><u>20,086</u></u>	<u><u>10,248</u></u>
Earnings per share attributable to Equity holders of the parent - Basic (sen)	<u>7.93</u>	<u>3.97</u>	<u>7.93</u>	<u>3.97</u>

The Condensed Consolidated Income Statements should be read in conjunction with the Audited Financial Statements for the year ended March 31, 2009.

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LEONG HUP HOLDINGS BERHAD (51316-D)*(Incorporated In Malaysia)***UNAUDITED CONDENSED CONSOLIDATED BALANCE SHEETS**

	As at end of Current Quarter 30-Jun-09 RM'000	As at Preceding Financial Year Ended 31-Mar-09 RM'000
Non-current Assets		
Property, plant & equipment	308,650	305,239
Land held for development	103,946	103,946
Investment properties	16,181	19,403
Prepaid lease payment	12,876	12,824
Investment in associated companies	56,590	55,711
Other investments	306	284
Intangible assets	38,894	38,881
Deferred tax assets	582	1,018
	538,025	537,306
Current Assets		
Inventories	95,636	95,017
Trade receivables	76,398	78,654
Other receivables and prepaid expenses	16,397	18,437
Fixed deposits	5,112	5,989
Cash and bank balances	37,464	27,816
	231,007	225,913
TOTAL ASSETS	769,032	763,219
EQUITY AND LIABILITIES		
Equity attributable to Equity Holders of the Parent		
Share Capital	166,725	166,725
Reserves	154,986	141,024
	321,711	307,749
Minority interest	87,272	80,414
TOTAL EQUITY	408,983	388,163
Non-current Liabilities		
Term loan	16,106	17,870
Hire purchase	8,749	9,086
Deferred tax liabilities	24,733	24,791
	49,588	51,747
Current Liabilities		
Trade payables	114,765	121,539
Other payables and accrued expenses	38,313	38,570
Hire purchase - current	7,814	8,146
Overdraft & Short term borrowings	143,970	148,471
Dividend payable	-	2,501
Tax liabilities	5,599	4,082
	310,461	323,309
TOTAL LIABILITIES	360,049	375,056
TOTAL EQUITY AND LIABILITIES	769,032	763,219
Net Asset per share attributable to Ordinary Equity Holders of the Parent (RM)	1.9296	1.8458

The Condensed Consolidated Balance Sheet should be read in conjunction with the Audited Consolidated Financial Statements for the year ended March 31, 2009

LEONG HUP HOLDINGS BERHAD (51316-D)

(Incorporated In Malaysia)

UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY

	Share Capital	Share Premium	Revaluation Reserve	Translation Reserve	Retained Earnings	Total	Minority Interest	Total Equity
	RM '000	RM '000	RM'000	RM '000	RM '000	RM '000	RM '000	RM '000
3 Months Period Ended June 30, 2009								
Balance as at Apr 1, 2009	166,725	25,050	2,479	3,551	109,944	307,749	80,414	388,163
Movement during the period	-	-	-	740	13,222	13,962	6,858	20,820
Balance as at June 30, 2009	166,725	25,050	2,479	4,291	123,166	321,711	87,272	408,983
3 Months Period Ended June 30, 2008								
Balance as at Apr 1, 2008	166,725	25,050	2,453	1,758	98,077	294,063	51,023	345,086
Movement during the period	-	-	-	1,422	6,613	8,035	3,635	11,670
Balance as at June 30, 2008	166,725	25,050	2,453	3,180	104,690	302,098	54,658	356,756

The Condensed Consolidated Statements of Changes in Equity should be read in conjunction with the Audited Financial Statements for the year ended March 31, 2009e Condensed Consolidated Statements of Changes in Equity should be read in conjunction with the Audited Financial Statements for the year ended March 31, 2009

LEONG HUP HOLDINGS BERHAD (51316-D)*(Incorporated In Malaysia)***UNAUDITED CONDENSED CONSOLIDATED CASH FLOW STATEMENTS**

	Current Year To Date 30-Jun-09 RM'000	Preceding Year To Date 30-Jun-08 RM'000
Net Profit Before Taxation	26,230	13,459
Adjustment for Non Cash Flow:		
Non-cash items	6,608	4,879
Non-operating items	2,190	1,949
Operating Profit Before Changes in Working Capital	<u>35,028</u>	<u>20,287</u>
Changes in Working Capital		
Net Changes in Current Assets	(2,609)	(5,320)
Net Changes in Current Liabilities	(1,508)	(8,328)
Cash from Operations	<u>30,911</u>	<u>6,639</u>
Finance cost paid	(2,225)	(2,693)
Income tax paid	(2,978)	(2,638)
Net Cash Flows from Operating Activities	<u>25,708</u>	<u>1,308</u>
Investing Activities		
Dividend Income Received	1	40
Interest Income Received	34	649
Proceeds from Disposal of Fixed Assets / Investment Properties	22	418
Purchase of Fixed Assets / Investment Properties	(5,832)	(6,321)
Equity Investments	(7)	-
	<u>(5,782)</u>	<u>(5,214)</u>
Financing Activities		
Bank Borrowings	(10,132)	6,944
Dividend Paid	(2,501)	(235)
	<u>(12,633)</u>	<u>6,709</u>
Net Changes in Cash & Cash Equivalents	7,293	2,803
Cash & Cash Equivalents at the beginning of Year	(3,819)	(12,331)
Cash & Cash Equivalents at end of Period	3,474	(9,528)
Cash & Cash Equivalents comprise:		
Cash and Bank Balances	37,464	23,025
Fixed Deposits	5,112	5,437
Bank Overdraft	(34,004)	(32,563)
	<u>8,572</u>	<u>(4,101)</u>
Less: Fixed Deposits Pledged	(5,098)	(5,427)
	<u>3,474</u>	<u>(9,528)</u>

The Condensed Consolidated Cash Flow Statements should be read in conjunction with the Audited Financial Statements for the year ended March 31, 2009

LEONG HUP HOLDINGS BERHAD (51316-D)

NOTES TO THE QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FIRST FINANCIAL QUARTER ENDED 30 JUNE 2009

A. SELECTED EXPLANATORY NOTES PURSUANT TO FINANCIAL REPORTING STANDARD NO. 134 - INTERIM FINANCIAL REPORTING

A1 Basis of Preparation

The interim financial statements are unaudited and have been prepared in accordance with Financial Reporting Standard No. 134 - Interim Financial Reporting and Paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad.

The interim financial statements should be read in conjunction with the Audited Financial Statements of the Group for the year ended 31 March 2009 and the accompanying explanatory notes attached. These explanatory notes attached to the interim financial statements provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group.

The significant accounting policies and methods of computation adopted by the Group are consistent with those of the audited financial statements for the year ended 31 March 2009. The following Financial Reporting Standards ("FRSs") and Interpretations were issued but not yet effective and have not been applied by the Group:

FRS 1	Amendments to FRS 1 First-time Adoption of Financial Reporting Standards
FRS 2	Amendments to FRS 2 Share-based Payment - Vesting Conditions and Cancellations
FRS 4	Insurance Contracts
FRS 7	Financial Instruments: Disclosures
FRS 8	Operating Segments
FRS 123	Borrowing Costs
FRS 127	Amendments to FRS 127 Consolidated and Separate Financial Statements: Cost of Investment in a Subsidiary, Jointly Controlled Entity or Associate
FRS 139	Financial Instruments: Recognition and Measurement
IC Int. 9	Reassessment of Embedded Derivatives
IC Int. 10	Interim Financial Reporting and Impairment
IC Int. 11	FRS 2 - Group and Treasury Share Transactions
IC Int. 13	Customer Loyalty Programmes
IC Int. 14	FRS 119 - The Limit on a Defined Benefit Asset, Minimum Funding Requirements and their Interaction

The adoptions of the above FRSs and Interpretations upon their effective dates are not expected to have any significant impact on the interim financial statements of the Group.

A2 Auditors' Report

There was no qualification on the audited financial statements of the Company for the financial year ended 31 March 2009.

A3 Seasonal or Cyclical Factors

The principal business operations of the Group were not significantly affected by seasonal or cyclical factors.

A4 Unusual Items

There was no items affecting assets, liabilities, equity, net income or cash flows of the Group that are unusual because of their nature, size or incidence.

A5 Changes in Estimates

There were no significant changes in the estimates reported in prior financial year, which have a material effect in the current period.

A6 Issuances, Cancellation, Repurchases, Resale & Repayments Of Debts And Equity Securities

There were no issuance, cancellation, repurchase, resale and repayment of debts and equity securities for the current financial year to date.

A7 Dividend Paid

The Company has on 20 May 2009 paid an interim dividend of 2% less 25% tax amounting to RM2,500,875 in respect of the previous financial year ended 31 March 2009.

A8 Segmental Reporting

The segment revenue and results for business segments for the current financial year to date are as follows:

Segmental Analysis - By Activities	Segment Revenue (RM'000)	Profit / (Loss) Before Taxation (RM'000)
a) Poultry Farming & Breeding, Processing & Marketing of Chickens & Related Products and Manufacturing & Trading of Food Products	280,385	26,355
b) Plantation Owner & Investment Property	222	(125)
Total	280,607	26,230

A9 Valuation of Property, Plant & Equipment

The valuations of property, plant and equipment of the Group have been brought forward without amendments from the previous annual financial statements.

A10 Material Subsequent Events

There were no material events subsequent to the end of the current quarter that have not been reflected in the current financial statements.

A11 Effects of Changes in the Composition of the Group

There were no other significant changes in the composition of the Group during the current quarter including business combinations, acquisition or disposal of subsidiaries and long term investments, restructurings and discontinuing operations.

A12 Changes in Contingent Liabilities or Contingent Assets

There were no contingent liabilities and contingent assets other than the corporate guarantee of RM 193.2million given to the financial institutions, which upon becoming enforceable may have a material effect on the net assets, profits or financial position of our Group for the quarter under review.

B. ADDITIONAL INFORMATION AS REQUIRED BY BURSA SECURITIES MAIN MARKET LISTING REQUIREMENTS (APPENDIX 9B)

B1 Review of Performance of the Company and its principal subsidiaries

The Group recorded a higher pre-tax profit of RM 26.2million on the back of revenue of RM280.6million for the period under review, representing an increase of 95% and 8% respectively, as compared with the pre-tax profit of RM13.5million from the turnover of RM260.0million.

It was mainly due to higher demand for our poultry products, better farming performance and coupled with the lower feed cost. The cost effective is also achieved through the expansion project in farming operations.

B2 Comparison with the Immediate Preceding Quarter's Results

	Current Quarter ended 30 June 2009 RM'000	Preceding Quarter ended 31 March 2009 RM'000	Variance RM'000	%
Revenue	280,607	276,852	3,755	1.4
Profit Before Tax	26,230	(634)	26,864	4,237.2

Despite the Group recorded a slightly increase in revenue to RM280.6million for the current quarter as compared with the revenue of RM276.9million in the previous quarter, the higher profit before tax of RM26.2million representing an increase of 4,237% in the current quarter was mainly due to better selling price for poultry products, coupled with lower feed cost and lower operation cost of our farming operations.

B3 Current Year Prospects

In view of the recent stable selling price of day-old chicks & broiler chickens coupled with the higher demand for our poultry products, the Board of Directors is remain optimistic with the Group's prospects for the remaining nine (9) months period ending 31 March 2010.

B4 Variance from Profit Forecast and Profit Guarantee

This note is not applicable to the Group.

B5 Taxation

Major components of tax expense:

	Current Quarter Ended 30/6/2009 (RM'000)	Current Year To Date Ended 30/6/2009 (RM'000)
Current Year Provision	5,792	5,792
Under/(Over) Provision in respect of prior years	-	-
Deferred Taxation	352	352
Total	6,144	6,144

The Group's income tax for the current quarter and financial period to date reflects an effective tax rate which is lower than the statutory income tax rate due to the utilization of unabsorbed capital allowance and reinvestment allowance.

B6 Profit/(Losses) on Sales of Unquoted Investments and/or Properties

There were no disposal of unquoted investments and properties for the current quarter and financial year to date except a gain of RM20,998 on the disposal of fixed assets.

B7 Particulars Of Purchase Or Disposal Of Quoted Securities

a) There were no purchases or disposals of quoted shares by the Group for the current financial year to date.

b) Investment in quoted shares as at the end of the reporting period:

	RM'000
Investment at Cost	1,620
Investment at Carrying Value / Book Value	306
Investment at Market Value	409

B8 Corporate Proposals

There were no corporate proposals announced but not completed as at the date of this report.

B9 Group's Borrowings and Debt Securities

Detailed of Group's borrowings as at the end of reporting period:

	Secured (RM'000)	Unsecured (RM'000)	Total (RM'000)
Short-term borrowings	119,108	17,465	136,573
Hire Purchase - Current	7,814	-	7,814
Hire Purchase - Non-current	8,749	-	8,749
Long-term borrowings - Current	6,703	694	7,397
Long-term borrowings - Non-current	15,271	835	16,106
Total	157,645	18,994	176,639

Denominated in	RM'000
Ringgit Malaysia	163,381
Singapore Dollar	13,258
Total	176,639

The foreign currency borrowings were converted into Ringgit Malaysia at the exchange rate prevailing as at 30 June 2009.

B10 Off Balance Sheet Financial Instruments

There were no financial instruments with off balance sheet risk as at the reporting date.

B11 Material Litigations

There were no pending material litigations at the date of this report.

B12 Dividend Payable

No interim dividend has been recommended for the current financial quarter under review.

B13 Earnings per Share

The basic earnings per share are computed by dividing the profit or loss for the period by the number of ordinary shares in issue during the period.

	Current Quarter Ended 30/6/2009	Preceding Year Corresponding Quarter 30/6/2008	Current Year To Date 30/6/2009	Preceding Year To Date 30/6/2008
Profit attributable to Ordinary Equity Holders of the Parent (RM'000)	13,222	6,613	13,222	6,613
Number of ordinary shares in issue (000)	166,725	166,725	166,725	166,725
Basic earnings per share (Sen)	7.93	3.97	7.93	3.97

B14 Authorisation for Issue

The interim financial statements were authorized for issue by the Board of Directors on 26 August 2009.