

BATU KAWAN BERHAD

196501000504 (6292-U)
(Incorporated in Malaysia)

**Interim Financial Report
for the year ended 30 September 2020**

Directors are pleased to announce the unaudited financial results of the Group for the year ended 30 September 2020.

Condensed Consolidated Statement of Profit or Loss For the year ended 30 September 2020

(The figures have not been audited.)

	Individual Quarter			Cumulative Quarter		
	3 months ended			Year ended		
	30 September			30 September		
	2020	2019	+ / (-)	2020	2019	+ / (-)
	RM'000	RM'000	%	RM'000	RM'000	%
Revenue	4,116,154	3,922,332	4.9	16,078,124	16,045,591	0.2
Operating expenses	(3,883,241)	(3,693,770)	5.1	(14,982,910)	(15,324,177)	(2.2)
Other operating income	176,549	78,913	123.7	398,822	376,324	6.0
Finance costs	(62,269)	(51,758)	20.3	(262,401)	(186,009)	41.1
Share of results of associates	(14,529)	10,828	(234.2)	29,660	15,446	92.0
Share of results of joint ventures	(2,822)	(489)	477.1	3,369	2,137	57.7
Profit before taxation	329,842	266,056	24.0	1,264,664	929,312	36.1
Income tax expense	(103,026)	(56,219)	83.3	(350,229)	(201,871)	73.5
NET PROFIT FOR THE PERIOD/YEAR	226,816	209,837	8.1	914,435	727,441	25.7
Profit attributable to:						
Equity holders of the Company	85,170	96,701	(11.9)	417,275	363,499	14.8
Non-controlling interests	141,646	113,136	25.2	497,160	363,942	36.6
	<u>226,816</u>	<u>209,837</u>	8.1	<u>914,435</u>	<u>727,441</u>	25.7
Earnings per share for profit attributable to equity holders of the Company (sen)						
Basic	<u>21.5</u>	<u>24.4</u>		<u>105.3</u>	<u>91.7</u>	
Diluted	<u>Not applicable</u>	<u>Not applicable</u>		<u>Not applicable</u>	<u>Not applicable</u>	

The Condensed Consolidated Statement of Profit or Loss should be read in conjunction with the Annual Report for the year ended 30 September 2019.

Condensed Consolidated Statement of Other Comprehensive Income For the year ended 30 September 2020

(The figures have not been audited.)

	Individual Quarter		Cumulative Quarter	
	3 months ended		Year ended	
	30 September		30 September	
	2020	2019	2020	2019
	RM'000	RM'000	RM'000	RM'000
Net profit for the period/year	226,816	209,837	914,435	727,441
Other comprehensive (loss)/income that will be reclassified subsequently to profit or loss				
Currency translation differences	(203,662)	(23,921)	(26,087)	42,396
Share of other comprehensive loss in associates	23,412	-	5,813	-
	(180,250)	(23,921)	(20,274)	42,396
Other comprehensive income/(loss) that will not be reclassified subsequently to profit or loss				
Net change in fair value of equity instruments	38,346	(225,314)	(27,130)	(858,288)
Share of other comprehensive profit in associates	(19,918)	-	(25,038)	-
Remeasurement of defined benefit plans	10,583	(46,258)	10,583	(46,258)
	29,011	(271,572)	(41,585)	(904,546)
Total other comprehensive loss for the period/year	(151,239)	(295,493)	(61,859)	(862,150)
TOTAL COMPREHENSIVE INCOME/ (LOSS) FOR THE PERIOD/YEAR	75,577	(85,656)	852,576	(134,709)
Total comprehensive income/(loss) attributable to:				
Equity holders of the Company	18,765	(38,758)	389,941	(38,827)
Non-controlling interests	56,812	(46,898)	462,635	(95,882)
	75,577	(85,656)	852,576	(134,709)

The Condensed Consolidated Statement of Other Comprehensive Income should be read in conjunction with the Annual Report for the year ended 30 September 2019.

Condensed Consolidated Statement of Financial Position As at 30 September 2020

(The figures have not been audited.)

	At 30 September 2020	At 30 September 2019
	RM'000	RM'000
ASSETS		
Non-current assets		
Property, plant & equipment	7,975,054	8,066,866
Right-of-use assets	874,561	-
Investment property	46,531	47,463
Prepaid lease payments	-	351,082
Inventories	1,096,046	1,108,296
Goodwill on consolidation	354,637	345,127
Intangible assets	22,324	22,081
Investments in associates	1,569,081	1,516,482
Investments in joint ventures	279,190	267,307
Other investments	622,439	568,733
Other receivable	235,672	247,772
Deferred tax assets	378,389	450,299
	13,453,924	12,991,508
Current assets		
Inventories	2,022,895	2,188,303
Biological assets	129,052	99,829
Trade and other receivables	2,225,439	2,151,467
Contract assets	10,276	14,867
Tax recoverable	61,296	114,107
Other investments	173,886	253,695
Derivative financial assets	98,309	34,013
Short term funds	919,994	1,659,207
Cash and cash equivalents	3,239,756	2,317,468
	8,880,903	8,832,956
TOTAL ASSETS	22,334,827	21,824,464

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Annual Report for the year ended 30 September 2019.

Condensed Consolidated Statement of Financial Position As at 30 September 2020

(The figures have not been audited.)

	At 30 September 2020	At 30 September 2019
	RM'000	RM'000
EQUITY AND LIABILITIES		
Current liabilities		
Trade and other payables	1,264,389	1,412,003
Contract liabilities	87,821	93,010
Deferred income	8,419	8,196
Lease liabilities	29,682	-
Borrowings	1,310,848	1,354,002
Tax payable	40,479	41,167
Derivative financial liabilities	97,635	20,558
	2,839,273	2,928,936
Net current assets	6,041,630	5,904,020
Non-current liabilities		
Other payables	15	383
Deferred tax liabilities	470,666	444,586
Lease liabilities	128,317	-
Deferred income	106,564	110,320
Provision for retirement benefits	558,270	550,153
Borrowings	5,610,442	5,669,833
	6,874,274	6,775,275
Total liabilities	9,713,547	9,704,211
Net assets	12,621,280	12,120,253
Equity attributable to owners of the Company		
Share capital	507,587	435,951
Treasury shares	(23,956)	(623,059)
Reserves	5,393,300	5,850,081
	5,876,931	5,662,973
Non-controlling interests	6,744,349	6,457,280
Total equity	12,621,280	12,120,253
TOTAL EQUITY AND LIABILITIES	22,334,827	21,824,464
Net assets per share attributable to equity holders of the Company (RM)	14.77	14.43

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Annual Report for the year ended 30 September 2019.

Condensed Consolidated Statement of Changes in Equity For the year ended 30 September 2020

(The figures have not been audited.)

	← Attributable to equity holders of the Company →						Non- controlling interested	Total equity	
	Share capital	Treasury shares	Capital reserve	Exchange fluctuation reserve	Fair value reserve	Retained earnings			Total
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	
At 1 October 2019	435,951	(623,059)	658,546	(24,664)	540,171	4,676,028	5,662,973	6,457,280	12,120,253
Total comprehensive income/(loss) for the year	-	-	(1,001)	(5,165)	(15,981)	412,088	389,941	462,635	852,576
Transactions with owners:									
Issuance of shares to non-controlling interest	-	-	-	-	-	-	-	14,896	14,896
Redemption of redeemable preference shares	-	-	112,411	-	-	(112,411)	-	-	-
Effect of deemed disposal of shares in a subsidiary	-	-	-	1,725	-	-	1,725	(25,596)	(23,871)
Effect of changes in shareholdings in subsidiaries	-	-	1,461	2,661	877	(40,423)	(35,424)	35,424	-
Shares buy back	-	(33,600)	-	-	-	-	(33,600)	-	(33,600)
Cancellation of treasury shares	(56,045)	632,703	-	-	-	(576,658)	-	-	-
FY2019 final dividend paid by way of:									
- issuance of new shares pursuant to dividend reinvestment plan	127,681	-	-	-	-	(127,681)	-	-	-
- cash	-	-	-	-	-	(48,879)	(48,879)	-	(48,879)
FY2020 interim dividend paid by way of cash	-	-	-	-	-	(59,805)	(59,805)	-	(59,805)
Dividends paid to non-controlling interests	-	-	-	-	-	-	-	(200,290)	(200,290)
	71,636	599,103	113,872	4,386	877	(965,857)	(175,983)	(175,566)	(351,549)
At 30 September 2020	507,587	(23,956)	771,417	(25,443)	525,067	4,122,259	5,876,931	6,744,349	12,621,280

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Annual Report for the year ended 30 September 2019.

Condensed Consolidated Statement of Changes in Equity For the year ended 30 September 2020

(The figures have not been audited.)

	← Attributable to equity holders of the Company →						Non-controlling interests	Total equity	
	Share capital	Treasury shares	Capital reserve	Exchange fluctuation reserve	Fair value reserve	Retained earnings			Total
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000			RM'000
At 1 October 2018	435,951	(491,740)	652,645	(42,577)	936,191	4,591,330	6,081,800	6,836,872	12,918,672
Total comprehensive income/(loss) for the year	-	-	(4,920)	17,913	(396,020)	344,200	(38,827)	(95,882)	(134,709)
Transactions with owners:									
Issuance of shares to non-controlling interest	-	-	-	-	-	-	-	37,663	37,663
Effect of changes in shareholdings	-	-	-	-	-	(30,871)	(30,871)	(14,072)	(44,943)
Redemption of redeemable preference shares	-	-	10,821	-	-	(10,800)	21	(21)	-
Shares buy back	-	(131,319)	-	-	-	-	(131,319)	-	(131,319)
Dividend paid - FY2018 final	-	-	-	-	-	(158,548)	(158,548)	-	(158,548)
Dividend paid - FY2019 interim	-	-	-	-	-	(59,283)	(59,283)	-	(59,283)
Dividends paid to non-controlling interests	-	-	-	-	-	-	-	(307,280)	(307,280)
	-	(131,319)	10,821	-	-	(259,502)	(380,000)	(283,710)	(663,710)
At 30 September 2019	435,951	(623,059)	658,546	(24,664)	540,171	4,676,028	5,662,973	6,457,280	12,120,253

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Annual Report for the year ended 30 September 2019.

Condensed Consolidated Statement of Cash Flows As at 30 September 2020

(The figures have not been audited.)

	Year ended 30 September	
	2020	2019
	RM'000	RM'000
Cash flows from operating activities		
Profit before taxation	1,264,664	929,312
Adjustments for:		
Non-cash items	628,655	703,015
Non-operating items	98,124	43,363
Operating cash flows before changes in working capital	1,991,443	1,675,690
Changes in working capital		
Net change in current assets	129,486	3,396
Net change in current liabilities	(163,790)	56,917
Cash flows generated from operations	1,957,139	1,736,003
Interest received	6,418	6,072
Interest paid	(271,673)	(193,304)
Tax paid	(224,571)	(275,574)
Retirement benefits paid	(44,062)	(32,537)
Net cash flows generated from operating activities	1,423,251	1,240,660
Cash flows from investing activities		
Purchase of property, plant and equipment	(726,354)	(336,916)
Purchase of right-of-use assets	(199,881)	-
Payments of prepaid lease	-	(9,078)
Plantation development expenditure	-	(319,376)
Property development expenditure	(21,544)	(7,889)
Addition to investment property	(18)	(16)
Purchase of share from non-controlling interest	-	(46,429)
Subscription of shares in a subsidiary	(175,316)	-
Subscription of shares in an associate	(41,484)	(7,500)
Subscription of shares in joint ventures	(6,936)	(7,008)
Purchase of other investments	(143,178)	(885,471)
Purchase of intangible assets	(2,689)	(3,405)
Proceeds from disposal of property, plant and equipment	5,765	34,065
Compensation from government on land acquired	1,508	92,578
Proceed from disposal of land	84,055	-
Proceeds from deemed disposal of a sub-subsidiary, net of cash disposed	(3,441)	-
Proceeds from disposal of subsidiaries	-	2,673
Proceeds from disposal of other investments	179,843	678,027
Repayment from associates	1,144	2,920
Advance to joint ventures	(10,716)	(14,015)

The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Annual Report for the year ended 30 September 2019.

Condensed Consolidated Statement of Cash Flows As at 30 September 2020

(The figures have not been audited.)

	Year ended 30 September	
	2020 RM'000	2019 RM'000
Advance to other receivables	(18,586)	(5,906)
Decrease/(Increase) in short term funds	735,075	(1,462,321)
Dividends received	257,107	102,297
Proceed from distribution by liquidated associate	-	793
Interest received	92,486	51,539
Net cash flows generated from/(used in) investing activities	6,840	(2,140,438)
 Cash flows from financing activities		
Drawdown of term loans	7,284	245,468
Issuance of Islamic Medium Term Notes	-	2,000,000
Repayment of term loans	(135,070)	(175,642)
Lease payments	(35,528)	-
Net (repayment)/drawdown of short term borrowings	(21,690)	160,560
Dividends paid to shareholders of the Company	(108,684)	(217,831)
Dividends paid to non-controlling interests	(200,290)	(307,280)
Shares buy back	(33,600)	(131,319)
Issuance of shares to non-controlling interests	14,896	37,663
Increase in other receivables	1,660	(1,520)
Net cash flows (used in)/generated from financing activities	(511,022)	1,610,099
 Net increase in cash and cash equivalents	 919,069	 710,321
Effects of exchange rate changes	(5,129)	13,338
Cash and cash equivalents at 1 October	2,196,611	1,472,952
Cash and cash equivalents at 30 September	3,110,551	2,196,611
Cash and cash equivalents at 30 September is represented by:		
Cash and cash equivalents	3,239,756	2,317,468
Borrowings - Bank overdraft	(129,205)	(120,857)
	3,110,551	2,196,611

The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Annual Report for the year ended 30 September 2019.

Notes to Interim Financial Report

A. Explanatory Notes as required by Malaysian Financial Reporting Standard (“MFRS”) 134

A1. Statement of compliance

The interim financial report is unaudited and has been prepared in compliance with Malaysian Financial Reporting Standard (“MFRS”) 134 *Interim Financial Reporting*, issued by the Malaysian Accounting Standards Board and paragraph 9.22 of the Bursa Malaysia Securities Berhad’s (“Bursa Securities”) Main Market Listing Requirements.

A2. Accounting policies

The Interim Financial Report should be read in conjunction with the audited financial statements of the Group for the financial year ended 30 September 2019. The accounting policies and methods of computation adopted by the Group in this interim financial report are consistent with those adopted in the audited financial statements for the year ended 30 September 2019 except for the adoption of the following standards, interpretation and amendments to MFRSs:

MFRS, Interpretation and Amendments to MFRSs effective for annual periods beginning on or after 1 January 2019

- MFRS 16 *Leases*
- IC Interpretation 23 *Uncertainty over Income Tax Treatments*
- Amendments to MFRS 3 *Definition of a Business (Annual Improvements to MFRS Standards 2015 – 2017 Cycle)*
- Amendments to MFRS 9 *Prepayment Features with Negative Compensation*
- Amendments to MFRS 11 *Accounting for Acquisitions of Interests in Joint Operations (Annual Improvements to MFRS Standards 2015 – 2017 Cycle)*
- Amendments to MFRS 16 *Covid-19-Related Rent Concessions*
- Amendments to MFRS 112 *Recognition of Deferred Tax Assets for Unrealised Losses (Annual Improvements to MFRS Standards 2015 – 2017 Cycle)*
- Amendments to MFRS 119 *Plan Amendment, Curtailment or Settlement*
- Amendments to MFRS 123 *Borrowing Costs (Annual Improvements to MFRS Standards 2015 – 2017 Cycle)*
- Amendments to MFRS 128 *Long-term Interests in Associates and Joint Ventures*

The Group had earlier adopted the Amendment to MFRS 16 *Covid-19-Related Rent Concessions* on 1 June 2020 and elected to apply the practical expedient to all rent concession relating to leases with similar characteristics and similar circumstances.

The application of the above standards has no significant effect to the financial statements of the Group except for MFRS 16 *Leases* as disclosed below:

MFRS 16 Leases

MFRS 16 replaces the guidance in MFRS 117 *Leases*, IC Interpretation 4 *Determining whether an Arrangement contains a Lease*, IC Interpretation 115 *Operating Leases - Incentives* and IC Interpretation 127 *Evaluating the Substance of Transactions Involving the Legal Form of a Lease*. The Group has adopted MFRS 16 with the date of initial application on 1 October 2019. The Group elected to use the modified retrospective method and to apply a number of practical expedients as provided in MFRS 16.

Under the modified retrospective method, prior year comparative information was not restated and the cumulative effects of initial application of MFRS 16 were recognised as an adjustment to the opening balance of right-of-use (“ROU”) assets and lease liabilities as at 1 October 2019. The comparative information continued to be reported under the previous accounting policies governed under MFRS 117 and IC Interpretation 4.

As a lessor, the Group is not required to make any adjustment on transition, except for the reassessment of existing operating subleases, if any, at the date of initial application.

On adoption of MFRS 16, the Group recognised lease liabilities in relation to leases which had previously been classified as operating leases under the principles of MFRS 117. These liabilities were measured at the present value of the remaining lease payments, discounted using the lessee's incremental borrowing rate as at 1 October 2019.

The associated ROU assets were measured at the amount equal to the lease liability, adjusted by the amount of any prepaid or accrued lease payments relating to that lease recognised in the statement of financial position as at 1 October 2019.

The Group has elected not to recognise lease liabilities and ROU assets for short term leases that have a lease term of 12 months or less and leases of low value assets. The Group recognises the lease payments associated with these leases as an expense in profit or loss over its lease terms.

In applying MFRS 16 for the first time, the Group has applied the following practical expedients permitted by the standard to leases previously classified as operating leases under MFRS 117:

- the use of a single discount rate to a portfolio of leases with reasonably similar characteristics;
- reliance on previous assessments on whether leases are onerous;
- the accounting for operating leases with a remaining lease term of less than 12 months as at date of initial application as short-term leases;
- the exclusion of initial direct costs for the measurement of the ROU assets at the date of initial application; and
- the use of hindsight in determining the lease term where the contract contains options to extend or terminate the lease.

Effect on adoption of MFRS 16 as at 1 October 2019

	As previously stated	Effect on adoption of MFRS 16	As restated
Assets			
Property, plant and equipment	8,066,866	(180,629)	7,886,237
Prepaid lease payments	351,082	(351,082)	-
Right-of-use assets	-	715,281	715,281
Trade and other receivables	2,151,467	(4,592)	2,146,875
Total assets	<u>21,824,464</u>	<u>178,978</u>	<u>22,003,442</u>
Liabilities			
Lease liabilities (non-current)	-	141,167	141,167
Lease liabilities (current)	-	37,811	37,811
Total liabilities	<u>9,704,211</u>	<u>178,978</u>	<u>9,883,189</u>
Total equity and liabilities	<u>21,824,464</u>	<u>178,978</u>	<u>22,003,442</u>

A3. Seasonal and cyclical operations

The Group's plantation operations are affected by seasonal crop production, weather conditions and fluctuations in commodity prices.

A4. Unusual items

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

A5. Material changes in estimates

There were no significant changes in the amounts of estimates reported in prior interim periods or prior financial years that have a material effect in the current interim period.

A6. Issuance and repayment of debt and equity securities

On 24 February 2020, the Company issued and allotted 7,714,894 new shares pursuant to the dividend reinvestment plan ("DRP") for the final dividend for financial year ended 30 September 2019. With the listing of the new shares pursuant to the DRP, the total enlarged number of issued shares was 443,665,894. Thereafter, on 4 June 2020, the Company cancelled its 44,130,431 treasury shares with carrying amount of RM632,703,000. With the cancellation of the treasury shares, the total reduced number of issued shares is 399,535,463. The share capital cancelled was transferred to retained earnings in accordance with the requirement of Section 127(13) and (14) of the Companies Act 2016 in Malaysia.

For the financial year to-date, there were share buybacks of 1,646,900 shares in the Company from the open market. The average price paid for the shares repurchased was RM14.49 per share and the total consideration paid, including transaction costs, was RM23,956,751. The shares bought back were financed by internally generated funds and held as treasury shares.

A7. Dividends paid

	Year ended	
	30 September	
	2020	2019
	RM'000	RM'000
Interim 15 sen per share single tier (2019: 15 sen per share single tier)	59,805	59,283
Dividends proposed in financial year ("FY") 2019, paid in FY 2020:		
Final 45 sen per share single tier	176,560	-
Dividends proposed in FY 2018, paid in FY 2019:		
Final 40 sen per share single tier	-	158,548
	<u>236,365</u>	<u>217,831</u>

The Board of Directors of the Company had determined that the DRP which was approved by the shareholders of the Company at the annual general meeting of the Company held on 13 February 2018 should apply to the entire portion of the final dividend for financial year ended 30 September 2019.

The final dividend of RM176,560,000 was paid on 24 February 2020, RM127,681,000 of which was satisfied by the issuance of 7,714,894 new shares of the Company pursuant to the DRP and the balance via cash payment of RM48,879,000.

Dividends are paid on the number of outstanding shares in issue and fully paid of 392,355,969 (2019: 396,369,369).

A8. Segment information

Segment information is presented in respect of the Group's reportable segments which are based on the Group's management and internal reporting structure.

a) Segment revenue and results

	Plantation	Manufacturing	Property Development	Investment Holding/ Others	Elimination	Consolidated
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Year ended						
30 September 2020						
Revenue						
External revenue	7,089,418	8,578,361	154,884	255,461	-	16,078,124
Inter-segment revenue	937,331	43	-	569,716	(1,507,090)	-
Total revenue	8,026,749	8,578,404	154,884	825,177	(1,507,090)	16,078,124
Results						
Operating results	759,912	513,273	53,414	200,546	(33,109)	1,494,036
Finance costs	(15,414)	(49,554)	(18)	(230,524)	33,109	(262,401)
Share of results of associates	11,142	1,552	1,667	15,299	-	29,660
Share of results of joint ventures	(7,222)	-	-	10,591	-	3,369
Segment results	748,418	465,271	55,063	(4,088)	-	1,264,664
Profit before taxation						1,264,664

	Plantation	Manufacturing	Property Development	Investment Holding/ Others	Elimination	Consolidated
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Year ended						
30 September 2019						
Revenue						
External revenue	6,392,999	9,193,890	170,359	288,343	-	16,045,591
Inter-segment revenue	938,282	-	-	686,469	(1,624,751)	-
Total revenue	7,331,281	9,193,890	170,359	974,812	(1,624,751)	16,045,591
Results						
Operating results	416,504	534,585	44,621	144,258	(42,230)	1,097,738
Finance costs	(17,028)	(55,235)	-	(155,976)	42,230	(186,009)
Share of results of associates	11,339	1,392	2,734	(19)	-	15,446
Share of results of joint ventures	(4,484)	-	-	6,621	-	2,137
Segment results	406,331	480,742	47,355	(5,116)	-	929,312
Profit before taxation						929,312

b) Segment assets

	Plantation	Manufacturing	Property Development	Investment Holding/ Others	Consolidated
	RM'000	RM'000	RM'000	RM'000	RM'000
At 30 September 2020					
Operating assets	6,996,540	7,084,729	1,555,064	4,410,538	20,046,871
Associates	82,814	12,617	69,070	1,404,580	1,569,081
Joint ventures	142,784	-	-	136,406	279,190
Segment assets	7,222,138	7,097,346	1,624,134	5,951,524	21,895,142
Tax assets					439,685
Total assets					22,334,827
At 30 September 2019					
Operating assets	6,847,543	6,801,703	1,506,728	4,320,295	19,476,269
Associates	92,944	10,928	72,403	1,340,207	1,516,482
Joint ventures	152,044	-	-	115,263	267,307
Segment assets	7,092,531	6,812,631	1,579,131	5,775,765	21,260,058
Tax assets					564,406
Total assets					21,824,464

c) Segment liabilities

	Plantation	Manufacturing	Property Development	Investment Holding/ Others	Consolidated
	RM'000	RM'000	RM'000	RM'000	RM'000
At 30 September 2020					
Segment liabilities	1,437,971	2,275,882	123,742	5,364,807	9,202,402
Tax liabilities					511,145
Total liabilities					9,713,547
At 30 September 2019					
Segment liabilities	1,553,599	2,164,235	119,719	5,380,905	9,218,458
Tax liabilities					485,753
Total liabilities					9,704,211

A9. Material events subsequent to end of period

In the interval between the end of the reporting period and the date of this report, no material events have arisen which have not been reflected in the interim report.

On 17 November 2020, the Company entered into a Conditional Share Purchase Agreement ('CSPA') with Permodalan Nasional Berhad ('PNB') and Amanahraya Trustees Berhad ('ART') to acquire their 94,449,487 ordinary shares in Chemical Company of Malaysia Berhad ("CCM"), representing approximately 56.32% equity interest in CCM for a total consideration of RM292,793,409.70 or a price of RM3.10 per CCM share ("Proposed Acquisition").

Upon the Proposed Acquisition becoming unconditional, the Company will be obliged to undertake a mandatory take-over pursuant to the Malaysian Code on Take-Overs and Merger 2016 and the Rules on Take-Overs, Mergers and Compulsory Acquisitions issued by the Securities Commission Malaysia at the same price per share.

Subject to the fulfilment of a condition precedent in the CSPA, the Proposed Acquisition is expected to be completed in late November or December 2020. On completion, CCM will become a subsidiary of the Company.

A10. Changes in composition of the Group

There were no other changes in the composition of the Group arising from business combinations, acquisition or disposal of subsidiaries and long term investments, restructurings and discontinued operations during the current quarter review except for the following:

- (a) On 26 August 2020, Taiko Plantations Pte Ltd ("TPPL"), a Singapore-incorporated wholly-owned subsidiary of Kuala Lumpur Kepong Berhad ("KLKB") entered into two Conditional Shares Sale and Purchase Agreements ("CSSPAs") with subsidiaries of TSH Resources Berhad ("TSHR") as follows:
 - (i) TPPL to acquire a 90% equity interest in PT Farinda Bersaudara ("FB") from TSH Global Plantation Pte Ltd for a total cash consideration of USD76.70 million; and
 - (ii) TPPL to acquire a 90% equity interest in PT Teguh Swakarsa Sejahtera ("TSS") from TSH Oversea Pte Ltd for a total cash consideration of USD33.40 million.

The proposed acquisition is expected to be completed in the first quarter of 2021, subject to the fulfillment of all conditions precedent in the CSSPAs. On completion, FB and TSS shall be subsidiaries of the Group.

Both FB and TSS are companies incorporated in Indonesia and are principally involved in establishment and operation of palm oil plantation.

The proposed acquisition represents an opportunity for the Group to acquire two companies with a brownfield oil palm plantation. Further, the proposed acquisition is in the ordinary course of business of the Group and is also in line with the Group's business direction to expand its plantation land bank.

The proposed acquisition will be funded by a combination of Group's existing cash reserves and bank borrowings and will not have any effect on the share capital and shareholdings of the Group's substantial shareholders nor have any material effect on the net assets, earnings and gearing of the Group for the financial year ending 30 September 2020.

- (b) Following the placement of 100,000,000 new ordinary shares on 10 September 2020 by the Group's sub-subsidiary, Equatorial Palm Oil Plc ("EPO"), the Group's percentage of equity held in EPO decreased from 62.9% to 49.1%.

The dilution of the Group's percentage of equity held to 49.1% with a loss of control in EPO is considered as a deemed disposal of the sub-subsidiary and a surplus on deemed disposal of RM21.15 million was recognised in the statement of profit or loss.

A11. Changes in contingent liabilities and contingent assets

There were no material changes in the contingent liabilities or contingent assets since the last annual financial statements for the year ended 30 September 2019.

A12. Capital commitments

At the end of the reporting year, the Group's capital commitments were as follows:

	At 30 September 2020 RM'000	At 30 September 2019 RM'000
Capital expenditure		
Approved and contracted	323,620	364,210
Approved but not contracted	1,398,149	894,065
	<u>1,721,769</u>	<u>1,258,275</u>
Acquisition of shares in a sub-subsidiary		
Approved and contracted	<u>765,196</u>	-
Joint venture		
Share of capital commitment of a joint venture	<u>80,887</u>	<u>79,427</u>

A13. Significant Related Party Transactions

The significant related party transactions set out below were carried out in the normal course of business and on terms and conditions not more materially different from those obtainable in transactions with unrelated parties.

	Cumulative Quarter Year ended 30 September	
	2020 RM'000	2019 RM'000
a) Transactions with associates and joint ventures:		
Sales of goods	284,968	231,829
Purchase of goods	1,236,380	1,056,792
Service charges paid	2,489	2,726
Research and development services paid	<u>14,142</u>	<u>13,687</u>

	Cumulative Quarter	
	Year ended	
	30 September	
	2020	2019
	RM'000	RM'000
b) Transactions with companies in which certain Directors are common directors and/or have direct or deemed interest:		
Sales of goods		
Chlor-Al Chemical Pte Ltd	5,907	5,287
Siam Taiko Marketing Co Ltd	2,151	2,591
Taiko Acid Works Sdn Bhd	6,630	-
Taiko Marketing (S) Pte Ltd	2,364	3,551
Taiko Marketing Sdn Bhd	218,752	255,455
Storage tanks rental received		
Taiko Marketing Sdn Bhd	4,062	4,132
Purchases of goods		
Borneo Taiko Clay Sdn Bhd	4,515	4,619
Bukit Katho Estate Sdn Bhd	5,009	3,643
Chlor-Al Chemical Pte Ltd	2,596	-
Kampar Rubber & Tin Co Sdn Bhd	6,196	5,554
Kekal & Deras Sdn Bhd	1,919	1,512
Ladang Tai Tak (Kota Tinggi) Sdn Bhd	-	2,269
Malay Rubber Plantations (M) Sdn Bhd	7,435	5,859
PT Agro Makmur Abadi	62,877	52,946
PT Bumi Karyatama Raharja	1,152	3,044
PT Java Taiko Mineralindo	3,456	1,140
PT Safari Riau	35,739	20,394
Taiko Acid Works Sdn Bhd	521	2,393
Taiko Clay Marketing Sdn Bhd	2,062	2,558
Taiko Drum Industries Sdn Bhd	1,584	3,731
Taiko Marketing (S) Pte Ltd	8,606	30,486
Taiko Marketing Sdn Bhd	27,833	43,784
Freight income:		
Chlor-Al Chemical Pte Ltd	124	-
Taiko Marketing Sdn Bhd	777	-
Management fees paid		
Farming Management Services Pty Ltd	2,373	2,405
Aircraft operating expenses and management services paid		
Smooth Route Sdn Bhd	1,940	2,228
Supply of contract labours and engineering works:		
K7 Engineering Sdn Bhd	-	1,825
Yeow Brothers Engineering Sdn Bhd	536	717
IT services		
E-Komoditi Sdn Bhd	637	1,824
c) Transactions between subsidiaries and their non-controlling interests:		
Sales of goods		
Mitsubishi Corporation	59,021	42,980
Mitsui & Co Ltd	205,402	237,160
Purchases of goods		
Mitsubishi Gas Chemical Singapore Pte Ltd	12,036	16,203
PT Eka Dura Indonesia	12,494	-
PT Tanjung Bina Lestari	881	18,408
PT Tanjung Sarana Lestari	1,410,602	1,210,290

B. Explanatory Notes as required by the Bursa Securities' Listing Requirements
B1. Detailed analysis of performance
4th Quarter FY2020 vs 4th Quarter FY2019

	Quarter Ended		Changes
	30 September		
	2020	2019	
	RM'000	RM'000	%
Revenue	4,116,154	3,922,332	4.9
Segment results:			
Plantation	193,653	133,412	45.2
Manufacturing	130,677	108,369	20.6
Property development	29,743	18,100	64.3
Investment holding/Others	(24,231)	6,175	492.4
Profit before taxation	329,842	266,056	24.0

The Group's revenue for the current quarter was 4.9% higher at RM4,116.15 million (4Q2019: RM3,922.33 million) while the Group's profit before taxation was 24.0% higher at RM329.84 million (4Q2019: RM266.06 million). Comments on the respective business segments are as follows:

Plantation's profit was significantly higher by 45.2% to RM193.65 million (4Q2019: RM133.41 million) with slight increase in revenue to RM1,697.25 million (4Q2019: RM1,689.45 million). The current quarter's profit was contributed by stronger CPO and PK prices but offset by unrealised loss of RM27.18 million (4Q2019: RM312,000 unrealised gain) from changes in fair value on outstanding derivative contracts.

Manufacturing reported 20.6% higher profit of RM130.68 million (4Q2019: RM108.37 million) with 7.1% increase in revenue to RM2,303.06 million (4Q2019: RM2,148.56 million).

The Oleochemical division registered a higher current quarter's profit of RM118.75 million (4Q2019: RM94.59 million) from improved profits in Europe operations through better margins and China operations through higher revenue, and higher unrealised gain arising from fair value changes on outstanding derivatives contracts which amounted to RM17.91 million (4Q2019: RM468,000 unrealised gain). The Industrial Chemical division posted a 20.4% lower profit at RM11.70 million (4Q2019: RM14.70 million) impacted by lower selling prices and sales volume of caustic soda.

Property Development recorded a 64.3% higher profit of RM29.74 million (4Q2019: RM18.10 million) with 43.1% higher revenue of RM70.54 million (4Q2019: RM49.29 million).

Investment Holdings/Others' result mainly accounted for RM54.32 million (4Q2019: RM10.70 million unrealised loss) unrealised foreign currency exchange translation loss on inter-company loans denominated in foreign currencies and equity loss of RM14.65 million (4Q2019: Nil) from an overseas associate, Synthomer Plc which was mainly caused by non-operating charges incurred on amortisation of acquired intangibles, acquisitions and restructuring costs and impairment of fixed assets. The segment also recognised a RM82.70 million surplus (4Q2019: RM43.10 million surplus) arising from sale of plantation land and government acquisitions, and RM21.15 million surplus (4Q2019: Nil) on deemed disposal of a subsidiary, Equatorial Palm Oil Plc, resulting from the dilution in shareholding.

FY2020 vs FY2019

	<u>Todate Ended</u>		Changes %
	<u>30 September</u>		
	<u>2020</u>	<u>2019</u>	
	<u>RM'000</u>	<u>RM'000</u>	
Revenue	16,078,124	16,045,591	0.2
Segment results:			
Plantation	748,418	406,331	84.2
Manufacturing	465,271	480,742	(3.2)
Property development	55,063	47,355	16.3
Investment holding/Others	(4,088)	(5,116)	20.1
Profit before taxation	<u>1,264,664</u>	<u>929,312</u>	36.1

The Group posted 36.1% higher profit of RM1,264.66 million (Todate 4Q2019: RM929.31 million) with marginal increase in revenue to RM16,078.12 million (Todate 4Q2019: RM16,045.59 million). Comments on the respective business segments are as follows:

Plantation's profit was 84.2% higher at RM748.42 million (Todate 4Q2019: RM406.33 million) while revenue was 10.8% higher at RM7,089.42 million (Todate 4Q2019: RM6,393.00 million) contributed by stronger CPO and PK selling prices, a RM29.28 million unrealised gain (Todate 4Q2019: RM3.99 million unrealised loss) on valuation of unharvested FFB and better profits from processing and trading operations, despite 3.9% lower FFB production at 4.05 million mt (Todate 4Q2019: 4.22 million mt). The increase was offset by unrealised foreign currency exchange translation loss of RM9.80 million (Todate 4Q2019: RM9.84 million unrealised gain) on USD bank loan in an Indonesian subsidiary and unrealised loss of RM17.52 million (Todate 4Q2019: RM11.68 million unrealised gain) from changes in fair value on outstanding derivative contracts.

Manufacturing reported a 3.2% lower profit of RM465.27 million (Todate 4Q2019: RM480.74 million) with 6.6% lower revenue at RM8,578.36 million (Todate 4Q2019: RM9,193.89 million).

Despite a 6.4% lower revenue of RM8,061.68 million (Todate 4Q2019: RM8,612.25 million) due to lower sales volume, the Oleochemical division registered a 4.8% higher profit of RM394.42 million (Todate 4Q2019: RM376.35 million) from better profit margins in Malaysia and Europe operations, coupled with unrealised gain from fair value changes on outstanding derivative contracts of RM16.68 million (Todate 4Q2019: RM1.38 million unrealised gain). The Industrial Chemical division posted a 37.3% lower profit of RM63.70 million (Todate 4Q2019: RM101.70 million) impacted by lower selling prices and sales volume of caustic soda.

Property Development reported a 16.3% higher profit of RM55.06 million (Todate 4Q2019: RM47.36 million) due to recognition of profits from projects with better margins, despite a 9.0% lower revenue of RM154.88 million (Todate 4Q2019: RM170.36 million).

Investment Holdings/Others' result accounted for RM7.83 million (Todate 4Q2019: RM54.98 million unrealised gain) unrealised foreign currency exchange translation gains on inter-company loans denominated in foreign currencies and share of profit in an overseas associate, Synthomer Plc amounted to RM18.74 million whilst last financial year had recognised dividends of RM32.00 million from Synthomer before it became an associate. Farming sector's loss was amounted to RM17.52 million (Todate 4Q2019: RM27.52 million profit) due to poor crop yields which was affected by poor rainfall conditions. The segment also recognised a RM84.71 million surplus (Todate 4Q2019: RM93.72 million surplus) arising from sale of plantation land and government acquisitions and RM21.15 million surplus (Todate 4Q2019: Nil) on deemed disposal of a subsidiary. Last year's results recognised RM145.55 million impairment of an estate in Liberia.

B2. Comparison of current quarter's results to the preceding quarter
4th Quarter FY2020 vs 3rd Quarter FY2020

	Quarter Ended		Changes
	30	30	
	September	June	
	2020	2020	
	RM'000	RM'000	%
Revenue	4,116,154	3,822,645	7.7
Segment results:			
Plantation	193,653	230,342	(15.9)
Manufacturing	130,677	119,144	9.7
Property development	29,743	7,631	289.8
Investment holding/Others	(24,231)	172,249	114.1
Profit before taxation	329,842	529,366	(37.7)

For the current quarter, the Group's profit before taxation was 37.7% lower at RM329.84 million as compared to RM529.37 million reported in the preceding quarter despite a 7.7% higher revenue at RM4,116.15 million (3Q2020: RM3,822.65 million). Comments on the respective business segments are as follows:

Plantation recorded 15.9% lower profit of RM193.65 million (3Q2020: RM230.34 million) due to unrealised loss arising from fair value changes on outstanding derivative contracts which amounted to RM27.18 million (3Q2020: RM25.70 million unrealised gain) and accounted for RM8.10 million (3Q2020: RM27.44 million unrealised gain) unrealised foreign currency exchange translation loss on an Indonesian subsidiary's USD loan, despite revenue increased 7.2% to RM1,697.25 million (3Q2020: RM1,582.79 million). The decrease in profit was mitigated by stronger CPO and PK prices, lower CPO production cost and higher fair value gain of RM21.53 million (3Q2020: RM3.90 million gain) on valuation of unharvested FFB.

Manufacturing's profit was 9.7% higher at RM130.68 million (3Q2020: RM119.14 million) with a 5.9% higher revenue of RM2,303.06 million (3Q2020: RM2,172.97 million).

The Oleochemical division recorded a 16.5% higher profit of RM118.75 million (3Q2020: RM101.93 million) contributed by higher sales volume. Malaysia and China operations had shown stronger performance with improved profit margins while Europe operations reported lower profit. The Industrial Chemical division posted a marginal increase of profit at RM11.70 million (3Q2020: RM11.60 million) from higher caustic soda's sales volume.

Property Development recorded a substantial increase of 289.8% in profit to RM29.74 million (3Q2020: RM7.63 million) with 366.2% higher revenue of RM70.54 million (3Q2020: RM15.13 million).

Investment Holdings/Others' result mainly accounted for RM54.32 million (3Q2020: RM204.61 million unrealised gain) unrealised foreign currency exchange translation loss on inter-company loans denominated in foreign currencies, share of losses amounted to RM14.65 million (3Q2020: Nil) from Synthomer Plc. The segment also recognised a RM82.70 million surplus (3Q2020: RM1.20 million surplus) arising from sale of plantation land and government acquisitions, and a RM21.15 million surplus (3Q2020: Nil) on deemed disposal of a subsidiary.

B3. Current year's prospects

In view of better prevailing CPO prices and higher exports of the Group's Plantation segment, profit for this segment is expected to be much improved for the financial year 2021.

Given the uncertainties arising from the COVID-19 pandemic in Malaysia and worldwide, both the Group's Oleochemical and Industrial Chemical divisions anticipate a challenging year ahead.

Overall, the Group expects profit to be better for financial year 2021.

B4. Variance of actual profit from forecast profit

The Group did not issue any forecast profit or profit guarantee during the current financial year to-date.

B5. Income tax expense

	Individual Quarter		Cumulative Quarter	
	3 months ended 30 September		Year ended 30 September	
	2020	2019	2020	2019
	RM'000	RM'000	RM'000	RM'000
Current tax expenses				
Malaysian taxation	41,108	15,906	131,454	115,950
Overseas taxation	33,291	28,924	144,184	108,719
	<u>74,399</u>	<u>44,830</u>	<u>275,638</u>	<u>224,669</u>
(Over)/Under provision of taxation in respect of previous years				
Malaysian taxation	(718)	(1,716)	(7,595)	(17,483)
Overseas taxation	(231)	6,954	(273)	12,009
	<u>(949)</u>	<u>5,238</u>	<u>(7,868)</u>	<u>(5,474)</u>
Deferred tax				
Origination and reversal of temporary differences	19,559	6,428	21,228	(16,123)
Relating to changes in tax rates	434	(763)	38,616	(1,731)
Under provision in respect of previous years	9,583	486	22,615	530
	<u>29,576</u>	<u>6,151</u>	<u>82,459</u>	<u>(17,324)</u>
	<u>103,026</u>	<u>56,219</u>	<u>350,229</u>	<u>201,871</u>

Reconciliation of effective taxation

	Individual Quarter		Cumulative Quarter	
	3 months ended 30 September		Year ended 30 September	
	2020 RM'000	2019 RM'000	2020 RM'000	2019 RM'000
Profit before taxation	329,842	266,056	1,264,664	929,312
Taxation at Malaysia income tax rate of 24% (FY2019: 24%)	79,162	63,853	303,519	223,035
Effect of difference tax rates in foreign jurisdiction	(464)	438	(16,927)	(16,919)
Withholding tax on foreign dividend and interest income	3,648	3,123	21,339	22,239
Expenses not deductible for tax purposes	26,703	11,213	83,960	111,659
Tax exempt and non-taxable income	(10,093)	(20,471)	(75,893)	(111,465)
Tax incentives	(1,758)	(2,330)	(4,275)	(4,756)
Deferred tax assets not recognised during the period	2,800	473	6,918	2,250
Utilisation of previously unrecognised tax losses and unabsorbed capital allowances	(5,275)	(2,662)	(14,319)	(18,252)
Tax effect on associates' and joint ventures' results	4,164	(2,482)	(7,927)	(4,220)
Recognition of deferred tax assets not taken up previously	(5,078)	(532)	(3,793)	(532)
(Over)/Under provision of previous years tax expenses	(949)	5,238	(7,868)	(5,474)
Under provision of previous years deferred tax	9,583	486	22,615	530
Effect of changes in tax rates on deferred tax	434	(754)	38,616	(1,722)
Others	149	626	4,264	5,498
Tax expense	103,026	56,219	350,229	201,871

Effect of changes in tax rates on deferred tax of RM38.82 million resulted from the reversal of deferred tax assets as a result of the Indonesian corporate tax rate reducing from 25% to 22%. These deferred tax assets were largely derived from revaluation of bearer plants in financial year 2016.

B6. Status of corporate proposals

There were no corporate proposals announced.

B7. Group borrowings

As at the end of the reporting period, the Group's borrowings were as follows:

	At 30 September 2020								
	Long Term		Short Term		Total Borrowings				
	Foreign Denomination	RM Denomination	Foreign Denomination	RM Denomination	Foreign Denomination	RM Denomination			
	'000	RM'000	'000	RM'000	'000	RM'000			
Secured									
Term Loans	Euro	4,815	23,471	Euro	1,247	6,077	Euro	6,062	29,548
Unsecured									
Bank overdraft	-	-	-	Euro	26,509	129,205	Euro	26,509	129,205
Revolving credit	-	-	-	Euro	23,000	112,102	Euro	23,000	112,102
	-	-	-	Rp	57,616,000	16,144	Rp	57,616,000	16,144
	-	-	-	GBP	39,000	209,563	GBP	39,000	209,563
	-	-	-	AUD	10,000	29,788	AUD	10,000	29,788
	-	-	-	Rmb	30,554	18,711	Rmb	30,554	18,711
Trade financing	-	-	-	USD	49,518	205,896	USD	49,518	205,896
	-	-	-	Rmb	33,424	20,469	Rmb	33,424	20,469
	-	-	-	-	-	311,464	-	-	311,464
Term loans	USD	70,000	291,941	USD	5,000	20,900	USD	75,000	312,841
	Euro	40,000	195,030	Euro	11,500	56,088	Euro	51,500	251,118
Bankers' acceptance	-	-	-	-	-	174,441	-	-	174,441
Islamic medium term notes	-	-	5,100,000	-	-	-	-	-	5,100,000
Total	-	-	5,610,442	-	-	1,310,848	-	-	6,921,290

	At 30 September 2019								
	Long Term		Short Term		Total Borrowings				
	Foreign Denomination	RM Denomination	Foreign Denomination	RM Denomination	Foreign Denomination	RM Denomination			
	'000	RM'000	'000	RM'000	'000	RM'000			
Secured									
Term Loans	Euro	6,063	27,676	Euro	1,237	5,648	Euro	7,300	33,324
Bankers' acceptance	-	-	-	-	-	5,009	-	-	5,009
Unsecured									
Bank overdraft	-	-	-	Euro	26,474	120,857	Euro	26,474	120,857
Revolving credit	-	-	-	Euro	15,000	68,478	Euro	15,000	68,478
	-	-	-	Rp	83,808,335	24,740	Rp	83,808,335	24,740
	-	-	-	Rmb	78,000	45,739	Rmb	78,000	45,739
	-	-	-	GBP	45,000	231,957	GBP	45,000	231,957
	-	-	-	AUD	7,000	19,799	AUD	7,000	19,799
	-	-	-	-	-	30,000	-	-	30,000
Trade financing	-	-	-	USD	75,840	317,695	USD	75,840	317,695
	-	-	-	-	-	124,517	-	-	124,517
Term loans	USD	75,000	313,957	-	-	-	USD	75,000	313,957
	Euro	50,000	228,200	Euro	26,500	120,966	Euro	76,500	349,166
Export credit refinancing	-	-	-	-	-	8,329	-	-	8,329
Bankers' acceptance	-	-	-	-	-	230,268	-	-	230,268
Islamic medium term notes	-	-	5,100,000	-	-	-	-	-	5,100,000
Total	-	-	5,669,833	-	-	1,354,002	-	-	7,023,835

Exchange Rates Applied	At 30 September	
	2020	2019
USD / RM	4.1580	4.1890
Euro / RM	4.8740	4.5652
Rp1,000/RM	0.2802	0.2952
RMB/RM	0.6124	0.5864
GBP/RM	5.3734	5.1546
AUD/RM	2.9788	2.8284

B8. Derivative financial instruments

The Group has entered into forward foreign exchange contracts as hedges for committed sales and purchases denominated in foreign currencies. The hedging of the foreign currencies is to minimise the exposure of the Group to fluctuations in foreign exchange on receipts and payments.

The commodity future contracts are entered into with the objective of managing and hedging the Group's exposure to the adverse price movements in the vegetable oil commodities.

As at 30 September 2020, the values and maturity analysis of the outstanding derivatives of the Group are as follows:

	Contract / Notional value Net long/(short) RM'000	Fair value Net gains/(losses) RM'000
a) Forward foreign exchange contracts:		
- Less than 1 year	(1,292,997)	18,867
- 1 year to 3 years	-	-
- More than 3 years	-	-
b) Commodity futures contracts:		
- Less than 1 year	(227,035)	(18,195)
- 1 year to 3 years	-	-
- More than 3 years	-	-

Derivative financial instruments are recognised at fair value on contract dates and are subsequently re-measured at fair value through profit or loss. The resulting gain or loss from the re-measurement is recognised in profit or loss.

For the current quarter ended 30 September 2020, there have been no significant changes to the Group's exposure to credit risk, market risk and liquidity risk from the previous financial year. Since the previous financial year, there have been no changes to the Group's risk management objectives, policies and processes.

B9. Fair value changes of financial liabilities

The Group does not have any financial liabilities which are measured at fair value through profit or loss except for derivative financial instruments.

B10. Material Litigation

There was no pending material litigation as at the date of this report.

B11. Dividend

- a) The Directors will recommend the payment of a final dividend for the financial year ended 30 September 2020 at a later date.
- b) Total interim dividend for the current financial year to-date is single tier dividend of 15 sen per share (2019: interim dividend of 15 sen per share and final dividend of 45 sen per share).

B12. Earnings Per Share*Basic earnings per share*

The earnings per share is calculated by dividing the net profit for the period attributable to equity holders of the Company by the weighted average number of shares of the Company in issue during the period.

	<u>Individual Quarter</u>		<u>Cumulative Quarter</u>	
	<u>3 months ended</u>		<u>Year ended</u>	
	<u>30 September</u>		<u>30 September</u>	
	<u>2020</u>	<u>2019</u>	<u>2020</u>	<u>2019</u>
Net profit for the period attributable to equity holders of the Company (RM'000)	85,170	96,701	417,275	363,499
Weighted average number of shares ('000)	396,400	396,572	396,400	396,572
Earnings per share (sen)	21.5	24.4	105.3	91.7

B13. Audit report of preceding annual financial statements

The auditors' report on the financial statements for the year ended 30 September 2019 was not subject to any qualifications.

B14. Condensed Consolidated Statement of Profit or Loss

Profit before taxation for the period is arrived at after charging/(crediting) the following items:

	<u>Individual Quarter</u>		<u>Cumulative Quarter</u>	
	<u>3 months ended</u>		<u>Year ended</u>	
	<u>30 September</u>		<u>30 September</u>	
	<u>2020</u>	<u>2019</u>	<u>2020</u>	<u>2019</u>
	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>	<u>RM'000</u>
Interest income	(24,696)	(18,840)	(122,294)	(76,551)
Dividend income	(11,283)	(9,032)	(41,984)	(66,053)
Other income	(176,549)	(78,913)	(398,822)	(376,324)
Interest expense	62,269	51,758	262,401	186,009
Depreciation and amortisation	168,862	157,239	656,588	604,881
Provision for/(Reversal of) write-off of receivables	3,764	(2,120)	10,461	3,033
Provision for and write-off of inventories	1,491	21,474	21,616	51,493
Loss/(Surplus) on disposal of quoted or unquoted investment	14	50	-	1,079
Surplus on disposal of land	(82,789)	(586)	(83,655)	(2,513)
Loss/(Surplus) arising from government acquisition of land	94	(42,509)	(1,058)	(91,209)
Surplus on disposal of a subsidiary company	(21,147)	-	(21,147)	(210)
Impairment of property, plant and equipment	476	201	476	131,654
Impairment of value in an associate	-	123	-	123
Write-off of prepaid lease payment	-	6,025	-	6,025
Foreign exchange loss/(gain)	77,066	10,129	13,433	(64,597)
(Gain)/Loss on derivatives	(2,688)	5,583	31,171	6,177
Exceptional items	-	-	-	-

By Order of the Board

GOH SWEE ENG
YAP MIOW KIEN
CHIEW CINDY
Company Secretaries

18 November 2020