

Chin Teck Plantations Berhad (3250V)
(Incorporated in Malaysia)

Condensed Consolidated Income Statement
For The First Financial Quarter And Three Months Ended 30 November 2008

	First		Three Months	
	30.11.2008	30.11.2007	30.11.2008	30.11.2007
	RM'000	RM'000	RM'000	RM'000
Revenue	31,974	33,208	31,974	33,208
Cost of sales	(12,682)	(10,916)	(12,682)	(10,916)
Gross profit	19,292	22,292	19,292	22,292
Other income	1,528	2,661	1,528	2,661
Administrative and other operating expenses	(2,749)	(2,401)	(2,749)	(2,401)
Selling expenses	(973)	(695)	(973)	(695)
Replanting expenses	(485)	(611)	(485)	(611)
Operating profit	16,613	21,246	16,613	21,246
Share of profit of associates	374	3,576	374	3,576
Share of loss of a jointly controlled entity	(20)	(29)	(20)	(29)
Profit before taxation	16,967	24,793	16,967	24,793
Taxation	(4,160)	(5,362)	(4,160)	(5,362)
Profit for the period	12,807	19,431	12,807	19,431
Earnings per stock unit attributable to equity holders of the Company	14.02 sen	21.27 sen	14.02 sen	21.27 sen
Basic	14.02 sen	21.27 sen	14.02 sen	21.27 sen
Diluted				

Chin Teck Plantations Berhad (3250V)
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Condensed Consolidated Balance Sheet
As At 30 November 2008

	30.11.2008	31.8.2008
	RM'000	RM'000
ASSETS		
Non-Current Assets		
Property, plant and equipment	17,342	17,308
Prepaid land lease payments	22,163	22,242
Biological assets	74,225	74,225
Investment in associates	179,007	189,472
Investment in a jointly controlled entity	23,511	23,460
Other investments	22,233	21,874
	<u>338,481</u>	<u>348,581</u>
Current Assets		
Inventories	4,359	4,297
Receivables	5,866	11,099
Cash and bank balances	173,018	160,542
	<u>183,243</u>	<u>175,938</u>
TOTAL ASSETS	<u>521,724</u>	<u>524,519</u>
EQUITY AND LIABILITIES		
Equity attributable to equity holders of the Company		
Share capital	91,363	91,363
Reserves	413,393	411,354
Total Equity	<u>504,756</u>	<u>502,717</u>
Non-Current Liabilities		
Deferred tax liabilities	6,588	6,596
Current Liabilities		
Payables	7,560	9,120
Taxation	2,820	6,086
	<u>10,380</u>	<u>15,206</u>
Total Liabilities	<u>16,968</u>	<u>21,802</u>
TOTAL EQUITY AND LIABILITIES	<u>521,724</u>	<u>524,519</u>
Net assets per stock unit attributable to ordinary equity holders of the Company	<u>RM5.52</u>	<u>RM5.50</u>

Condensed Consolidated Statement Of Changes In Equity
For The Three Months Ended 30 November 2008

	Attributable to equity holders of the Company						
	Non-Distributable					Distributable	
	Share capital RM'000	Share premium RM'000	Asset revaluation reserve RM'000	Capital reserve of an associate RM'000	Foreign currency translation reserve RM'000	Retained profits RM'000	Total RM'000
At 1 September 2007	91,363	19,654	17,085	802	955	329,849	459,708
Foreign currency translation, representing expense recognised directly in equity	-	-	-	-	(2,725)	-	(2,725)
Profit for the period	-	-	-	-	-	19,431	19,431
Total recognised (expense) / income for the period	-	-	-	-	(2,725)	19,431	16,706
At 30 November 2007	91,363	19,654	17,085	802	(1,770)	349,280	476,414
At 1 September 2008	91,363	19,654	16,820	-	(6,650)	381,530	502,717
Revaluation reserve of leasehold land realised	-	-	(4)	-	-	4	-
Foreign currency translation	-	-	-	-	(10,768)	-	(10,768)
Net (expense) / income recognised directly in equity	-	-	(4)	-	(10,768)	4	(10,768)
Profit for the period	-	-	-	-	-	12,807	12,807
Total recognised (expense) / income for the period	-	-	(4)	-	(10,768)	12,811	2,039
At 30 November 2008	91,363	19,654	16,816	-	(17,418)	394,341	504,756

Chin Teck Plantations Berhad (3250V)
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Condensed Consolidated Cash Flow Statement
For The Three Months Ended 30 November 2008

	30.11.2008	30.11.2007
	RM'000	RM'000
Cash Flows From Operating Activities		
Profit before taxation	16,967	24,793
Adjustment for:		
Non-cash items	(158)	(4,435)
Non-operating items	(1,332)	(1,320)
Operating profit before working capital changes	<u>15,477</u>	<u>19,038</u>
Changes in working capital		
Net changes in current assets	5,176	591
Net changes in current liabilities	(1,560)	901
Cash generated from operations	<u>19,093</u>	<u>20,530</u>
Taxes paid	(7,418)	(3,629)
Net cash generated from operating activities	<u>11,675</u>	<u>16,901</u>
Cash Flows From Investing Activities		
Property, plant and equipment	(328)	(96)
Investment in associates	-	(3,359)
Other investments	(359)	1,608
Interest received	1,081	954
Net dividends received	230	296
Net cash generated from / (used in) investing activities	<u>624</u>	<u>(597)</u>
Net Increase In Cash And Cash Equivalents	12,299	16,304
Effects Of Exchange Rate Changes	177	193
Cash And Cash Equivalents At Beginning Of Period	159,559	122,228
Cash And Cash Equivalents At End Of Period	<u>172,035</u>	<u>138,725</u>

Notes To The Interim Financial Report - 30 November 2008

A Explanatory Notes - FRS 134 : Interim Financial Reporting

A 1 Basis Of Preparation

The interim financial report has been prepared in accordance with FRS 134 : Interim Financial Reporting and Chapter 9 Part K of the Listing Requirements of Bursa Malaysia Securities Berhad.

The interim financial report is unaudited and should be read in conjunction with the audited financial statements for the financial year ended 31 August 2008.

The same accounting policies and methods of computation are followed in the interim financial report as compared with the annual financial statements for the financial year ended 31 August 2008.

At the date of authorisation of this interim financial report, FRS 139: Financial Instruments: Recognition and Measurement which is effective for financial periods beginning on or after 1 January 2010, has not been applied by the Group. The Group is exempted from disclosing the possible impact, if any, to the financial statements upon the initial application of FRS 139.

A 2 Seasonal Or Cyclical Nature Of Operations

The revenue and earnings are impacted by the production of fresh fruit bunches and volatility of the selling prices of crude palm oil and palm kernel.

The production of fresh fruit bunches depends on weather conditions, production cycle of the palms and the age of the palms.

The plantation statistics are as follows:

Average planted area for three months ended 30 November 2008:

	Hectares			
Mature	10,294			
Replanting and immature	646			
	<u>10,940</u>			
	First Financial Quarter		Three Months	
	30.11.2008	30.11.2007	30.11.2008	30.11.2007
Production (m/t)				
fresh fruit bunches				
Own estates	52,601	50,327	52,601	50,327
Purchase	7,895	7,206	7,895	7,206
	<u>60,496</u>	<u>57,533</u>	<u>60,496</u>	<u>57,533</u>
Crude palm oil	10,051	10,917	10,051	10,917
Palm kernel	2,982	3,210	2,982	3,210
Extraction Rate				
Crude palm oil	19.07%	18.98%	19.07%	18.98%
Palm kernel	5.66%	5.58%	5.66%	5.58%

A 3 Items Of Unusual Nature

There were no unusual items affecting assets, liabilities, equity, net income or cash flows for the current financial period.

A 4 Changes In Estimates Of Amounts Reported

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

A 5 Changes In Debt And Equity Securities

There were no issuances, repurchases and repayments of debts and equity securities for the three months ended 30 November 2008.

Notes To The Interim Financial Report - 30 November 2008

A 6 Dividends Paid

No dividend was paid during the three months ended 30 November 2008.

A 7 Segment Information

No segment information has been prepared as the Group's principal activities involve predominantly the cultivation of oil palms, production and sale of fresh fruits bunches, crude palm oil and palm kernel and is wholly carried out in Malaysia.

A 8 Property, Plant And Equipment

There were no significant acquisitions and no disposals of property, plant and equipment for the three months ended 30 November 2008.

There were no commitments for the purchase of property, plant and equipment for the three months ended 30 November 2008.

A 9 Material Events Subsequent To First Financial Quarter

Other than as disclosed in Note A11, there were no material events subsequent to the first financial quarter that have not been reflected in the financial statements for the financial quarter ended 30 November 2008.

A 10 Changes In Composition Of The Group

Other than the purchase of quoted investments as disclosed in Note B7, there were no business combinations, acquisition or disposal of subsidiaries and long term investments, restructurings and discontinued operations.

A 11 Contingent Liabilities And Contingent Assets

As at the date of issue of this interim financial report, there were no contingent liabilities that had arisen since 31 August 2008.

In the previous financial year ended 31 August 2008, the Company sold its entire interest in Gaeronic Pte Ltd . The sale proceeds from the disposal of Gaeronic Pte Ltd excluded certain assets of Gaeronic Pte Ltd ('Excluded Assets'). The realisable value of these Excluded Assets distributable to the Group is dependent upon the occurrence of one or more uncertain future events not wholly within the control of the Company. Subsequent to the first financial quarter ended 30 November 2008, the Company entered into a Settlement Agreement with the Purchaser for a full and final settlement of the respective claims, including the Excluded Assets, of each party pursuant to the Share Purchase Agreement. The sum to be received by the Company pursuant to the Settlement Agreement is S\$150,000.

A 12 Related Party Transactions And Balances

	Three Months 30.11.2008 RM'000
(a) Company in which certain directors and substantial shareholders have interests: Agency fee	<u>5</u>
(b) Associate: Management and secretarial fees	<u>20</u>
(c) Persons connected with a director Purchase of fertilisers	<u>322</u>

Notes To The Interim Financial Report - 30 November 2008

A 12 Related Party Transactions And Balances (Cont'd.)

As at 30.11.2008
RM'000

(d) Included in payables are: -

Amount due to persons connected with certain directors and substantial shareholder	128
Amount due to an associate	<u>32</u>

B Information As Required By The Listing Requirements (Part A Of Appendix 9B) Of Bursa Malaysia Securities Berhad

B 1 Review Of Performance

Revenue in the first financial quarter and three months under review decreased by 3.72% from the previous corresponding financial quarter and period due mainly to lower average selling prices of crude palm oil and palm kernel.

The production of fresh fruit bunches were higher. However, the production of crude palm oil and palm kernel were lower.

Share of profit of associates was substantially lower due mainly to a significant decrease in profits contributed by the joint ventures in oil palm plantation in Indonesia as a result of low average selling price of crude palm oil and an increase in operating expenses due to high cost of fertilisers.

Overall, profit after taxation in the first financial quarter and three months under review decreased by 34.09% as compared with the previous corresponding financial quarter and period.

B 2 Material Change In The Profit Before Taxation For The First Financial Quarter Compared With The Immediate Preceding Quarter

Profit before taxation for the first financial quarter under review decreased by 54.40% when compared with the immediate preceding financial quarter due mainly to substantial decline in the average selling prices of fresh fruit bunches, crude palm oil and palm kernel. Share of profit of associates was substantially lower due mainly to a significant decrease in profits contributed by the joint ventures in oil palm plantation in Indonesia as a result of low average selling price of crude palm oil and an increase in operating expenses due to high cost of fertilisers.

The production of fresh fruit bunches, crude palm oil and palm kernel were lower.

B 3 Prospects For Financial Year Ending 31 August 2009

The average selling price of crude palm oil has declined sharply in the last few months. The current downtrend in the crude palm oil price would have a corresponding effect on the financial performance of the Group. The Group expects the profit for the financial year ending 31 August 2009 to be lower.

B 4 Variance Of Actual Profit From Forecast Profit And Shortfall In Profit Guarantee

There were no profit forecasts prepared for public release and profit guarantees provided by the Group.

B 5 Taxation

	First Financial Quarter 30.11.2008 RM'000	Three Months 30.11.2008 RM'000
Income tax:		
Current provision	4,168	4,168
Overprovision in prior year	-	-
	<u>4,168</u>	<u>4,168</u>
Deferred taxation	(8)	(8)
	<u>4,160</u>	<u>4,160</u>

The effective tax rate for the first financial quarter and three months ended 30 November 2008 is lower than the statutory rate due mainly to certain income being not assessable for tax purpose and the effect of share of profit of associates.

Notes To The Interim Financial Report - 30 November 2008

B 6 Profits/(Losses) On Sale Of Unquoted Investments And/or Properties

There were no sales of unquoted investment and properties for the three months ended 30 November 2008.

B 7 Quoted Securities

(i) Purchases and sale of quoted securities

	First Financial Quarter 30.11.2008 RM'000	Three Months 30.11.2008 RM'000
Purchase consideration	359	359
Sale proceeds	-	-
Profit on sale	-	-

(ii) Investments in quoted securities as at 30 November 2008: -

	RM'000
At cost	20,650
At carrying value/book value	20,650
At market value	21,577

B 8 Status Of Corporate Proposals

On 10 April 2006, the Company entered into a conditional joint venture and shareholders agreement with Negri Sembilan Oil Palms Berhad ('NSOP'), Timor Oil Palm Plantation Berhad, a 58.0% owned subsidiary of NSOP, Eng Thye Plantations Berhad, an 83.3% owned subsidiary of NSOP, Seong Thye Plantations Sdn Bhd and Chin Thye Investment Pte Ltd ('Singapore JVSA') to participate in a joint venture project for the development of an oil palm plantation in Indonesia with P.T. Lampung Karya Indah. ('Proposed Joint Venture'), the details of which are set out in the Circular to Shareholders dated 11 May 2006.

The approval of the Shareholders of the Company was obtained at the Extraordinary General Meeting of the Company held on 26 May 2006.

The conditions precedent as set out in the Singapore JVSA have been fulfilled and the necessary approvals required for the subscription of shares in Chin Thye Investment Pte Ltd have been obtained.

The subscriptions of shares by the Company in Chin Thye Investment Pte Ltd are as follows:-

Financial year ended	No. of shares	Amount (RM'000)
31.8.2006	7,200,000	16,898
31.8.2007	-	-
31.8.2008	3,400,000	8,140

There was no further subscription of shares during the period since 31 August 2008 to the date of issue of this interim financial report.

B 9 Borrowings And Debt Securities

As at 30 November 2008, there were no borrowings and debt securities.

B 10 Off Balance Sheet Financial Instruments

As at the date of issue of this interim financial report, there were no off balance sheet financial instruments transacted.

Notes To The Interim Financial Report - 30 November 2008

B 11 Material Litigation

There were no material litigations as at 31 August 2008 and at the date of issue of this interim financial report.

B 12 Dividends

(i) On 23 December 2008, the Board declared a first interim dividend of 14% or 14 sen per stock unit less 25% taxation in respect of the financial year ending 31 August 2009, which was paid on 20 January 2009.

(ii) The total dividends for the current financial year ending 31 August 2009:-

Type of dividend	Gross	Tax	Net
	%	%	%
First interim	14.00	25.00	10.50

(iii) The total dividends for the previous financial year ended 31 August 2008:-

Type of dividend	Gross	Tax	Net
	%	%	%
First interim	25.00	26.00	18.50
Second interim	35.00	26.00	25.90
Special	10.00	26.00	7.40
	70.00	26.00	51.80

B 13 Earnings Per Stock Unit

The basic and diluted earnings per stock unit is calculated as follows:

	First Financial Quarter		Three Months	
	30.11.2008	30.11.2007	30.11.2008	30.11.2007
Profit attributable to equity holders of the Company (RM'000)	12,807	19,431	12,807	19,431
Weighted average number of stock units ('000)	91,363	91,363	91,363	91,363
Earnings per stock unit (sen)				
Basic	14.02	21.27	14.02	21.27
Diluted	14.02	21.27	14.02	21.27

B 14 Auditors' Report On Preceding Annual Financial Statements

The auditors' report on the financial statements for the financial year ended 31 August 2008 was not qualified.

By Order of the Board

Gan Kok Tiong
Company Secretary
21 January 2009