

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

**Condensed Consolidated Income Statement**  
**For The First Financial Quarter And Three Months Ended 30 November 2009**

|   | First      |            | Three Months |            |
|---|------------|------------|--------------|------------|
|   | 30.11.2009 | 30.11.2008 | 30.11.2009   | 30.11.2008 |
|   | RM'000     | RM'000     | RM'000       | RM'000     |
| Revenue   | 29,650     | 31,974     | 29,650       | 31,974     |
| Cost of sales   | (10,999)   | (12,682)   | (10,999)     | (12,682)   |
| Gross profit  | 18,651     | 19,292     | 18,651       | 19,292     |
| Other income  | 1,446      | 1,528      | 1,446        | 1,528      |
| Administrative and other operating expenses                           | (2,713)    | (2,749)    | (2,713)      | (2,749)    |
| Selling expenses  | (704)      | (973)      | (704)        | (973)      |
| Replanting expenses   | (1,407)    | (485)      | (1,407)      | (485)      |
| Operating profit  | 15,273     | 16,613     | 15,273       | 16,613     |
| Share of profit of associates   | 3,026      | 374        | 3,026        | 374        |
| Share of loss of a jointly controlled entity                          | (150)      | (20)       | (150)        | (20)       |
| Profit before taxation  | 18,149     | 16,967     | 18,149       | 16,967     |
| Taxation  | (3,751)    | (4,160)    | (3,751)      | (4,160)    |
| Profit for the period   | 14,398     | 12,807     | 14,398       | 12,807     |
| Earnings per stock unit attributable to equity holders of the Company |            |            |              |            |
| Basic   | 15.76 sen  | 14.02 sen  | 15.76 sen    | 14.02 sen  |
| Diluted   | 15.76 sen  | 14.02 sen  | 15.76 sen    | 14.02 sen  |

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

**Condensed Consolidated Balance Sheet**  
**As At 30 November 2009**

|  | <b>30.11.2009</b> | <b>31.8.2009</b> |
|--|-------------------|------------------|
|  | <b>RM'000</b>     | <b>RM'000</b>    |
| <b>ASSETS</b>  |                   |                  |
| <b>Non-Current Assets</b>  |                   |                  |
| Property, plant and equipment  | 17,487            | 17,749           |
| Prepaid land lease payments  | 21,846            | 21,925           |
| Biological assets  | 74,225            | 74,225           |
| Investments in associates  | 201,261           | 193,872          |
| Investment in a jointly controlled entity  | 24,225            | 24,237           |
| Other investments  | 26,801            | 23,300           |
|  | <u>365,845</u>    | <u>355,308</u>   |
| <b>Current Assets</b>  |                   |                  |
| Inventories  | 3,045             | 2,666            |
| Receivables  | 6,686             | 6,701            |
| Cash and bank balances   | 183,236           | 173,237          |
|  | <u>192,967</u>    | <u>182,604</u>   |
| <b>TOTAL ASSETS</b>  | <u>558,812</u>    | <u>537,912</u>   |
| <b>EQUITY AND LIABILITIES</b>  |                   |                  |
| <b>Equity attributable to equity holders of the Company</b>                      |                   |                  |
| Share capital  | 91,363            | 91,363           |
| Reserves   | 450,867           | 431,968          |
| <b>Total Equity</b>  | <u>542,230</u>    | <u>523,331</u>   |
| <b>Non-Current Liabilities</b>   |                   |                  |
| Deferred tax liabilities   | 6,340             | 6,348            |
| <b>Current Liabilities</b>   |                   |                  |
| Payables   | 8,045             | 7,280            |
| Taxation   | 2,197             | 953              |
|  | <u>10,242</u>     | <u>8,233</u>     |
| <b>Total Liabilities</b>   | <u>16,582</u>     | <u>14,581</u>    |
| <b>TOTAL EQUITY AND LIABILITIES</b>  | <u>558,812</u>    | <u>537,912</u>   |
| Net assets per stock unit attributable to ordinary equity holders of the Company | <u>RM5.93</u>     | <u>RM5.73</u>    |

Condensed Consolidated Statement Of Changes In Equity  
For The Three Months Ended 30 November 2009

|  |  | Attributable to equity holders of the Company |                      |                                  |   |                         |              |
|--|--|---|----------------------|----------------------------------|---|-------------------------|--------------|
|  |  | Non-Distributable                             |                      | Distributable                    |   |                         |              |
|  |  | Share capital RM'000                          | Share premium RM'000 | Asset revaluation reserve RM'000 | Foreign currency translation reserve RM'000 | Retained profits RM'000 | Total RM'000 |
|  | 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      |
|  | At 1 September 2009                                  | 91,363  | 19,654               | 16,802                           | (8,368)                                     | 403,880                 | 523,331      |
|  | Revaluation reserve of leasehold land realised       | -   | -                    | (5)                              | -   | 5                       | -            |
|  | Foreign currency translation                         | -   | -                    | -                                | 4,501                                       | -                       | 4,501        |
|  | Net (expense) / income recognised directly in equity | -   | -                    | (5)                              | 4,501                                       | 5                       | 4,501        |
|  | Profit for the period                                | -   | -                    | -                                | -   | 14,398                  | 14,398       |
|  | Total recognised (expense) / income for the period   | -   | -                    | (5)                              | 4,501                                       | 14,403                  | 18,899       |
|  | At 30 November 2009                                  | 91,363  | 19,654               | 16,797                           | (3,867)                                     | 418,283                 | 542,230      |

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

**Condensed Consolidated Cash Flow Statement**  
**For The Three Months Ended 30 November 2009**

|  | 30.11.2009     | 30.11.2008     |
|--|----------------|----------------|
|  | RM'000         | RM'000         |
| <b>Cash Flows From Operating Activities</b>              |                |                |
| Profit before taxation                                   | 18,149         | 16,967         |
| Adjustment for:  |                |                |
| Non-cash items   | (2,748)        | (158)          |
| Non-operating items                                      | (1,176)        | (1,332)        |
| Operating profit before working capital changes          | <u>14,225</u>  | <u>15,477</u>  |
| Changes in working capital                               |                |                |
| Net changes in current assets                            | (411)          | 5,176          |
| Net changes in current liabilities                       | 765            | (1,560)        |
| Cash generated from operations                           | <u>14,579</u>  | <u>19,093</u>  |
| Taxes paid   | (2,505)        | (7,418)        |
| Net cash generated from operating activities             | <u>12,074</u>  | <u>11,675</u>  |
| <b>Cash Flows From Investing Activities</b>              |                |                |
| Property, plant and equipment                            | (7)            | (328)          |
| Other investments  | (3,501)        | (359)          |
| Interest received  | 731            | 1,081          |
| Net dividends received                                   | 482            | 230            |
| Net cash (used in) / generated from investing activities | <u>(2,295)</u> | <u>624</u>     |
| <b>Net Increase In Cash And Cash Equivalents</b>         | 9,779          | 12,299         |
| <b>Effects Of Exchange Rate Changes</b>                  | 220            | 177            |
| <b>Cash And Cash Equivalents At Beginning Of Period</b>  | 172,217        | 159,559        |
| <b>Cash And Cash Equivalents At End Of Period</b>        | <u>182,216</u> | <u>172,035</u> |

**Notes To The Interim Financial Report - 30 November 2009**

**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 2009.

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 2009.

At the date of authorisation of this interim financial report, the following new FRSs, Amendments to FRSs and Interpretations were issued but not yet effective and have not been applied by the Group:-

| FRSs, Amendments to FRSs and Interpretations         |  | Effective for financial periods beginning on or after |
|--|--|---|
| FRS 4  | Insurance Contracts  | 1 January 2010  |
| FRS 7  | Financial Instruments: Disclosures   | 1 January 2010  |
| FRS 101  | Presentation of Financial Statements (as revised in 2009)  | 1 January 2010  |
| FRS 123  | Borrowing Costs  | 1 January 2010  |
| FRS 139  | Financial Instruments: Recognition and Measurement   | 1 January 2010  |
| Amendment to FRS 2                                   | Share-based Payment: Vesting Conditions and Cancellations  | 1 January 2010  |
| Amendments to FRS 1 and FRS 127                      | First-time Adoption of Financial Reporting Standards and Consolidated and Separate Financial Statements: Cost of an Investment in a Subsidiary, Jointly Controlled Entity or Associate | 1 January 2010  |
| Amendment to FRS 7                                   | Financial Instruments: Disclosures   | 1 January 2010  |
| Amendment to FRS 132                                 | Financial Instruments: Presentation  | 1 January 2010  |
| Amendments to FRS 139, FRS 7 and IC interpretation 9 | Financial Instruments: Recognition and Measurement, Disclosures and Reassessment of Embedded Derivatives   |   |
| Improvement to FRSs - 2009                           | Improvement to FRS (2009)  | 1 January 2010  |
| IC Interpretation 9                                  | Reassessment of Embedded Derivates   | 1 January 2010  |
| IC Interpretation 10                                 | Interim Financial Reporting and Impairment   | 1 January 2010  |
| IC Interpretation 11                                 | FRS 2 - Group and Treasury Share Transactions  | 1 January 2010  |
| IC Interpretation 13                                 | Customer Loyalty Programmes  | 1 January 2010  |
| IC Interpretation 14                                 | FRS 119 - The Limit on a Defined Benefit Asset, Minimum Funding Requirements and their Interaction   | 1 January 2010  |

The above new FRSs, Amendments to FRSs and Interpretations are expected to have no significant impact on the financial statements of the Group upon their initial application except for the changes arising from the adoption of FRS 7 and FRS 139.

The Group is exempted from disclosing the possible impact to the financial statements upon the initial application of FRS 7 and FRS 139.

**Notes To The Interim Financial Report - 30 November 2009**

**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 fresh fruit bunches, 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 2009:

|                     | Hectares                |                         |               |            |
|---------------------|-------------------------|-------------------------|---------------|------------|
|                     | Mature                  | Replanting and immature |               |            |
|                     | 9,710                   | 1,240                   |               |            |
|                     | <u>10,950</u>           |                         |               |            |
|                     | First Financial Quarter |                         | Three Months  |            |
|                     | 30.11.2009              | 30.11.2008              | 30.11.2009    | 30.11.2008 |
| Production (m/t)    |                         |                         |               |            |
| fresh fruit bunches |                         |                         |               |            |
| Own estates         | 52,850                  | 52,601                  | 52,850        | 52,601     |
| Purchase            | 8,367                   | 7,895                   | 8,367         | 7,895      |
|                     | <u>61,217</u>           |                         | <u>60,496</u> |            |
| Crude palm oil      | 10,136                  | 10,051                  | 10,136        | 10,051     |
| Palm kernel         | 2,993                   | 2,982                   | 2,993         | 2,982      |
|                     | <u>13,129</u>           |                         | <u>13,033</u> |            |
| Extraction Rate     |                         |                         |               |            |
| Crude palm oil      | 19.22%                  | 19.07%                  | 19.22%        | 19.07%     |
| Palm kernel         | 5.67%                   | 5.66%                   | 5.67%         | 5.66%      |

**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 2009.

**A 6 Dividends Paid**

No dividend was paid during the three months ended 30 November 2009.

**Notes To The Interim Financial Report - 30 November 2009**

**A 7 Segment Information**

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.

The segment information for the current quarter is as follows:

|                                 | Oil palm plantation<br>RM'000 |
|---------------------------------|-------------------------------|
| Revenue from external customers | 29,650                        |
| Reportable segment profit       | <u>13,827</u>                 |

Reconciliation of profit for the financial quarter ended 30 November 2009.

|  | RM'000        |
|--|---------------|
| Total profit for reportable segment          | 13,827        |
| Share of profit of associates                | 3,026         |
| Share of loss of a jointly controlled entity | (150)         |
| Other income                                 | <u>1,446</u>  |
| Profit before taxation                       | <u>18,149</u> |

**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 2009.

There were no commitments for the purchase of property, plant and equipment for the three months ended 30 November 2009.

**A 9 Material Events Subsequent To First Financial Quarter**

Other than the payment of the first interim dividend as disclosed in Note B12, 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 2009.

**A 10 Changes In Composition Of The Group**

Other than the purchase and sale of quoted investments as disclosed in Note B7 and increase in investment in an unquoted investment, 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 and contingent assets that had arisen since 31 August 2009.

**A 12 Related Party Transactions And Balances**

|   | Three months<br>30.11.2009<br>RM'000 |
|---|--------------------------------------|
| (a) Companies in which certain directors and substantial shareholders have interests:<br>Agency fee | <u>5</u>                             |
| (b) Associate:<br>Management fees   | <u>68</u>                            |
| (c) Persons connected with certain directors and substantial shareholder<br>Purchase of fertilisers | <u>1,376</u>                         |

**Notes To The Interim Financial Report - 30 November 2009**

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

As at 30.11.2009  
RM'000

(d) Included in payables are: -

|  |              |
|--|--------------|
| Amount due to persons connected with certain directors and substantial shareholder | 1,004        |
| Amount due to an associate   | 92           |
|  | <u>1,096</u> |

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

**B 1 Review Of Performance**

When compared with the previous corresponding financial quarter and three months period, revenue for the first financial quarter and three months period under review decreased by 7.27% due mainly to lower average selling prices of crude palm oil and palm kernel. However, overall profit after taxation increased by 12.42% due mainly to an increase in the share of profit of associates as a result of an improvement in the profit contributed by the joint ventures engaged in oil palm plantation in Indonesia.

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

There were no material change in the profit before taxation for the first financial quarter under review when compared with the preceding financial quarter. Overall, profit before taxation decreased by 0.19%.

**B 3 Prospects For Financial Year Ending 31 August 2010**

The average selling price of crude palm oil for the financial year ending 31 August 2010 is expected to remain satisfactory and this should have a positive impact on the plantation profit for the financial year ending 31 August 2010.

**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<br>Financial Quarter<br>30.11.2009<br>RM'000 | Three Months<br>30.11.2009<br>RM'000 |
|-------------------|--|--------------------------------------|
| Income tax:       |  |                                      |
| Current provision | 3,759  | 3,759                                |
| Deferred taxation | (8)  | (8)                                  |
|                   | <u>3,751</u>                                       | <u>3,751</u>                         |

The effective tax rate for the first financial quarter and three months ended 30 November 2009 is lower than the statutory rate due mainly to the effect of share of profit of associates and certain income being not assessable for tax purpose.



**Notes To The Interim Financial Report - 30 November 2009**

**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 2009.

**B 7 Quoted Securities**

(i) Purchases and sale of quoted securities

|                        | First<br>Financial Quarter<br>30.11.2009<br>RM'000 | Three Months<br>30.11.2009<br>RM'000 |
|------------------------|--|--------------------------------------|
| Purchase consideration | 313  | 313                                  |
| Sale proceeds          | -  | -                                    |
| Profit on sale         | -  | -                                    |

(ii) Investments in quoted securities as at 30 November 2009: -

|                              | RM'000 |
|------------------------------|--------|
| At cost                      | 22,030 |
| At carrying value/book value | 22,030 |
| At market value              | 35,257 |

**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           |
| 31.8.2009            | 1,060,000         | 2,547           |
|                      | <u>11,660,000</u> | <u>27,585</u>   |

There were no further subscription of shares during the first financial quarter under review and the period since the end of the first financial quarter under review to the date of issue of this interim report.

**B 9 Borrowings And Debt Securities**

As at 30 November 2009, 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 2009**

**B 11 Material Litigation**

There were no material litigations as at 31 August 2009 and at the date of issue of this interim financial report.

**B 12 Dividends**

(i) On 29 December 2009, the Board declared a first interim dividend of 16% or 16 sen per stock unit less 25% taxation in respect of the financial year ending 31 August 2010, which was paid on 27 January 2010.

(ii) The total dividends for the current financial year ending 31 August 2010:-

| <u>Type of dividend</u> | <u>Gross</u> | <u>Tax</u> | <u>Net</u> |
|-------------------------|--------------|------------|------------|
|                         | %            | %          | %          |
| First interim           | 16.00        | 25.00      | 12.00      |

(iii) The total dividends for the previous financial year ended 31 August 2009:-

| <u>Type of dividend</u> | <u>Gross</u> | <u>Tax</u> | <u>Net</u> |
|-------------------------|--------------|------------|------------|
|                         | %            | %          | %          |
| First interim           | 14.00        | 25.00      | 10.50      |
| Second interim          | 21.00        | 25.00      | 15.75      |
|                         | 35.00        | 25.00      | 26.25      |

**B 13 Earnings Per Stock Unit**

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

|   | First Financial Quarter |            | Three Months |            |
|---|-------------------------|------------|--------------|------------|
|   | 30.11.2009              | 30.11.2008 | 30.11.2009   | 30.11.2008 |
| Profit attributable to equity holders of the Company (RM'000) | 14,398                  | 12,807     | 14,398       | 12,807     |
| Weighted average number of stock units ('000)                 | 91,363                  | 91,363     | 91,363       | 91,363     |
| Earnings per stock unit (sen)                                 |                         |            |              |            |
| Basic   | 15.76                   | 14.02      | 15.76        | 14.02      |
| Diluted   | 15.76                   | 14.02      | 15.76        | 14.02      |

**B 14 Auditors' Report On Preceding Annual Financial Statements**

The auditors' report on the financial statements for the financial year ended 31 August 2009 was not qualified.

By Order of the Board

Gan Kok Tiong  
 Company Secretary  
 28 January 2010