

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

**Condensed consolidated income statement**  
**for the first financial quarter and three months ended 30 November 2011**

	First		Three months	
	financial quarter		30 November	
	2011	2010	2011	2010
	RM'000	RM'000	RM'000	RM'000
Revenue	32,467	30,996	32,467	30,996
Cost of sales	(10,747)	(11,109)	(10,747)	(11,109)
Gross profit	21,720	19,887	21,720	19,887
Interest income	1,284	995	1,284	995
Dividend income from investment securities	457	369	457	369
Other income	111	2,405	111	2,405
Selling expenses	(602)	(578)	(602)	(578)
Administrative expenses	(2,952)	(2,697)	(2,952)	(2,697)
Replanting expenses	(1,067)	(1,635)	(1,067)	(1,635)
Other expensé	(369)	-	(369)	-
Share of results of associates	1,643	2,183	1,643	2,183
Share of results of a jointly controlled entity	(285)	(143)	(285)	(143)
Profit before tax	19,940	20,786	19,940	20,786
Income tax expense	(4,643)	(4,633)	(4,643)	(4,633)
Profit net of tax	15,297	16,153	15,297	16,153
Earnings per stock unit (sen per stock unit)				
Basic	16.74	17.68	16.74	17.68
Diluted	16.74	17.68	16.74	17.68

**Chin Teck Plantations Berhad (3250V)**  
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**Condensed consolidated statement of comprehensive income**  
**for the first financial quarter and three months ended 30 November 2011**

	<b>First</b>		<b>Three months</b>	
	<b>financial quarter</b>		<b>30 November</b>	
	<b>2011</b>	<b>2010</b>	<b>2011</b>	<b>2010</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
Profit net of tax	15,297	16,153	15,297	16,153
Other comprehensive income:				
Foreign currency translation	277	1,739	277	1,739
Net (loss)/gain on fair value changes of available-for-sale investment securities	(3,255)	3,917	(3,255)	3,917
Share of other comprehensive loss of an associate	(9)	-	(9)	-
Total comprehensive income for the period	<u>12,310</u>	<u>21,809</u>	<u>12,310</u>	<u>21,809</u>

**Chin Teck Plantations Berhad (3250V)**  
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**Condensed consolidated statement of financial position**  
**As at 30 November 2011**

	<b>30.11.2011</b>	<b>31.8.2011</b>
	<b>RM'000</b>	<b>RM'000</b>
<b>Assets</b>		
<b>Non-current assets</b>		
Property, plant and equipment	40,262	40,559
Biological assets	74,225	74,225
Investments in associates	211,441	210,093
Investment in a jointly controlled entity	22,801	22,523
Investment securities	52,624	55,912
	<u>401,353</u>	<u>403,312</u>
<b>Current assets</b>		
Inventories	3,922	2,572
Receivables	6,186	7,625
Income tax recoverable	72	-
Cash and bank balances	210,668	198,216
	<u>220,848</u>	<u>208,413</u>
<b>Total assets</b>	<u>622,201</u>	<u>611,725</u>
<b>Equity and liabilities</b>		
<b>Current liabilities</b>		
Payables	7,847	6,999
Income tax payable	-	2,674
	<u>7,847</u>	<u>9,673</u>
<b>Non-current liabilities</b>		
Deferred tax liabilities	6,365	6,373
<b>Total liabilities</b>	<u>14,212</u>	<u>16,046</u>
<b>Equity attributable to owners of the Company</b>		
Share capital	91,363	91,363
Share premium	19,654	19,654
Other reserves	15,156	18,148
Retained profits	481,816	466,514
<b>Total equity</b>	<u>607,989</u>	<u>595,679</u>
<b>Total equity and liabilities</b>	<u>622,201</u>	<u>611,725</u>
Net assets per stock unit attributable to owners of the Company (RM)	<u>6.65</u>	<u>6.52</u>

Condensed consolidated statement of changes in equity  
for the three months ended 30 November 2011

	Non-distributable		Distributable		Non-distributable			
	Equity attributable to owners of the Company, total	Share capital	Share premium	Retained profits	Asset revaluation reserve - lands and biological assets	Foreign currency translation reserve	Fair value adjustment reserve	
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
At 1 September 2010	549,380	91,363	19,654	423,371	16,782	(16,204)	14,414	
Revaluation reserve of leasehold land realised	-	-	-	5	(5)	-	-	
Total comprehensive income	21,809	-	-	16,153	-	1,739	3,917	
At 30 November 2010	571,189	91,363	19,654	439,529	16,777	(14,465)	18,331	
At 1 September 2011	595,679	91,363	19,654	466,514	16,763	(14,503)	15,888	
Revaluation reserve of leasehold land realised	-	-	-	5	(5)	-	-	
Total comprehensive income	12,310	-	-	15,297	-	277	(3,264)	
At 30 November 2011	607,989	91,363	19,654	481,816	16,758	(14,226)	12,624	

**Chin Teck Plantations Berhad (3250V)**  
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**Condensed consolidated statement of cash flows**  
**for the three months ended 30 November 2011**

	<b>30.11.2011</b>	<b>30.11.2010</b>
	<b>RM'000</b>	<b>RM'000</b>
<b>Operating activities</b>		
Profit before tax	19,940	20,786
Adjustments	<u>(2,479)</u>	<u>(4,122)</u>
Operating cash flows before changes in working capital	17,461	16,664
Changes in working capital		
Net changes in current assets	40	(536)
Net changes in current liabilities	<u>848</u>	<u>438</u>
Cash flows from operations	18,349	16,566
Taxes paid	<u>(7,390)</u>	<u>(3,435)</u>
Net cash flows from operating activities	<u>10,959</u>	<u>13,131</u>
<b>Investing activities</b>		
Property, plant and equipment	(6)	(366)
Investment securities	85	(1,369)
Interest received	1,333	989
Net dividends received	<u>450</u>	<u>126</u>
Net cash flows from/(used in) investing activities	<u>1,862</u>	<u>(620)</u>
<b>Net increase in cash and cash equivalents</b>	12,821	12,511
<b>Effects of exchange rate changes on cash and cash equivalents</b>	(369)	1,111
<b>Cash and cash equivalents at beginning of period</b>	<u>197,142</u>	<u>172,142</u>
<b>Cash and cash equivalents at end of period</b>	<u>209,594</u>	<u>185,764</u>

**Notes to the interim financial report - 30 November 2011**

**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 Main Market 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 2011.

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 2011 except for the adoption of new standards, amendments to standards and IC interpretations that are mandatory for the Group for the financial year beginning 1 September 2011. The adoption of these standards, amendments and interpretations do not have a material impact on the interim financial statements of the Group.

The extensive disclosures of qualitative and quantitative information about exposures to risks from financial instruments as required by FRS 7 will be made in the audited annual financial statements of the Group.

**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 2011:

	Hectares			
Mature	8,278			
Replanting and immature	2,647			
	<u>10,925</u>			
	First financial quarter		Three months	
	30.11.2011	30.11.2010	30.11.2011	30.11.2010
Production (m/t)				
fresh fruit bunches				
Own	45,010	42,717	45,010	42,717
Purchase	5,461	7,503	5,461	7,503
	<u>50,471</u>	<u>50,220</u>	<u>50,471</u>	<u>50,220</u>
Crude palm oil	8,234	8,224	8,234	8,224
Palm kernel	2,187	2,379	2,187	2,379
Extraction Rate				
Crude palm oil	19.86%	19.65%	19.86%	19.65%
Palm kernel	5.28%	5.68%	5.28%	5.68%

**Notes to the interim financial report - 30 November 2011**

**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 2011.

**A 6 Fair value changes of financial liabilities**

As at 30 November 2011, the Group did not have any financial liabilities measured at fair value through profit or loss.

**A 7 Dividends paid**

No dividend was paid during the three months ended 30 November 2011.

**A 8 Segment information**

The chief operating decision-maker has been identified as the Board of Directors. The Board reviews the Group's internal reporting in order to assess performance and allocation of resources. The principal activities of the Group are 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 are as follows:

	Oil palm plantation			
	First financial quarter		Three months	
	30.11.2011	30.11.2010	30.11.2011	30.11.2010
	RM'000	RM'000	RM'000	RM'000
Revenue from external customers	32,467	30,996	32,467	30,996
Revenue from major customers	25,602	25,354	25,602	25,354
Reportable segment profit	17,099	16,219	17,099	16,219
Reportable segment profit is reconciled as follows:				
Total profit for reportable segment	17,099	16,219	17,099	16,219
Share of results of associates	1,643	2,183	1,643	2,183
Share of results of a jointly controlled entity	(285)	(143)	(285)	(143)
Other income	1,852	2,527	1,852	2,527
Other expense	(369)	-	(369)	-
Profit before tax	19,940	20,786	19,940	20,786

**Notes to the interim financial report - 30 November 2011**

**A 8 Segment information (cont'd.)**

The segment information are as follows: (cont'd.)

	As at 30.11.2011	As at 31.8.2011
	RM'000	RM'000
Reportable segment assets	125,008	125,266
Reportable segment liabilities	7,847	6,999

Reportable segment's assets are reconciled as follows:

	As at 30.11.2011	As at 31.8.2011
	RM'000	RM'000
Total assets for reportable segment	125,008	125,266
Investments in associates	211,441	210,093
Investment in a jointly controlled entity	22,801	22,523
Investment securities	52,624	55,912
Unallocated assets	210,327	197,931
Total assets	622,201	611,725

Reportable segment's liabilities are reconciled as follows:

	As at 31.8.2011	As at 31.8.2011
	RM'000	RM'000
Total liabilities for reportable segment	7,847	6,999
Income tax payable	-	2,674
Deferred tax liabilities	6,365	6,373
Total liabilities	14,212	16,046

**A 9 Property, plant and equipment**

There were no significant acquisitions and disposals of property, plant and equipment for the three months ended 30 November 2011.

There were no commitments for the purchase of property, plant and equipment for the three months ended 30 November 2011.

**A 10 Material events subsequent to first financial quarter**

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 2011.

**A 11 Changes in composition of the Group**

Other than the purchase and sale 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 12 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 2011.



**Notes to the interim financial report - 30 November 2011**

**A 13 Related party disclosures**

	Three months 30.11.2011 RM'000
(a) Companies in which certain directors and substantial shareholders have interests	
Sale of oil palm produce	753
Agency fee	6
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(b) Associate in which certain directors and substantial shareholders have interests	
Management fee	68
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(c) Person connected to certain directors	
Purchase of fertilisers	648
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	As at 30.11.2011 RM'000
(d) Included in receivables is an amount due from: -	
Company in which certain directors and substantial shareholders have interests	595
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(e) Included in payables is an amount due to: -	
Person connected to certain directors	648
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**B Information as required by the Main Market Listing Requirements (Part A of Appendix 9B) of Bursa Malaysia Securities Berhad**

**B 1 Review of performance**

First financial quarter and three months ended 30 November 2011

Revenue improved by 4.75% when compared with the previous corresponding financial quarter and period.

The average selling prices of crude palm oil and palm kernel were higher. However, the average selling price of ffb was marginally lower. The production of ffb and crude palm oil were higher. However, the production of palm kernel was lower. Sales volume of crude palm oil and palm kernel were lower as a result of higher level of inventory held.

Other income was substantially lower mainly due to: -

(i) there was an amount of gain on foreign exchange in the previous financial quarter and period as compared with an amount of loss on foreign exchange in the current financial quarter and period.

(ii) in the previous corresponding financial quarter and period, the Company received an amount of replanting incentives from MPOB which did not recur in the current financial quarter and period.

Share of results of associates was lower due mainly to a decrease in profit contribution from the joint ventures engaged in property development and oil palm plantation.

Overall profit net of tax decreased by 5.30%.

**Notes to the interim financial report - 30 November 2011**

**B 2 Material change in the profit before tax for the first financial quarter compared with the immediate preceding quarter**

Revenue in the first financial quarter under review decreased by 15.39% when compared with the immediate preceding financial quarter due mainly to lower average selling prices and sale volume of ffb, crude palm oil and palm kernel.

The production of ffb, crude palm oil and palm kernel were higher. Inventory of crude palm oil and palm kernel as at end of current financial quarter were also higher.

Share of results of associates was lower due mainly to a decrease in profit contribution from the joint ventures engaged in property development and oil palm plantation.

Overall profit before tax decreased by 27.36%.

**B 3 Prospects for financial year ending 31 August 2012**

The present average selling prices of ffb, crude palm oil and palm kernel have decreased when compared with those in the financial year ended 31 August 2011. Should this trend continue, it would have a corresponding effect on the plantation profit for the financial year ending 31 August 2012.

**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 30.11.2011 RM'000	Three months 30.11.2011 RM'000
Income tax:		
Current provision	4,651	4,651
Deferred taxation	(8)	(8)
	<u>4,643</u>	<u>4,643</u>

The effective tax rate for the first financial quarter and three months period under review is lower than the statutory rate due mainly to certain income which are not assessable for income tax purpose and the effect of share of results of associates.

**B 6 Profits/(Losses) on sale of unquoted investments and/or properties**

There were no sales of unquoted investments and properties for the three months ended 30 November 2011.

**Notes to the interim financial report - 30 November 2011**

**B 7 Quoted securities**

(i) Purchases and sale of quoted securities

	First Financial Quarter 30.11.2011 RM'000	Three Months 30.11.2011 RM'000
Purchase consideration	1,183	1,183
Sale proceeds	1,268	1,268
Profit on sale	52	52

(ii) Investments in quoted securities as at 30 November 2011: -

	RM'000
At cost	34,644
At carrying value/book value	47,227
At market value	47,227

**B 8 Status of corporate proposals**

On 10 April 2006, the Company entered into a conditional joint venture and shareholders agreement with Negeri 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 in the previous financial years are as follows:-

Financial year	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
31.8.2010	-	-
31.8.2011	-	-
	11,660,000	27,585

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

**Notes to the interim financial report - 30 November 2011**

**B 9 Borrowings and debt securities**

As at 30 November 2011, there were no borrowings and debt securities.

**B 10 Derivatives financial instruments**

There were no derivatives financial instruments transacted during the three months period ended 30 November 2011.

**B 11 Material litigation**

There were no material litigations as at 31 August 2011 and at the date of issue of this interim financial report.

**B 12 Dividends**

(i) On 16 December 2011, 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 2012, which was paid on 17 January 2012.

(ii) The total dividends for the current financial year ending 31 August 2012:-

Type of dividend	Gross %	Tax %	Net %
First interim	16.00	25.00	12.00

(iii) The total dividends for the previous financial year ended 31 August 2011:-

Type of dividend	Gross %	Tax %	Net %
First interim	18.00	25.00	13.50
Second interim	30.00	25.00	22.50
	48.00	25.00	36.00

**B 13 Earnings per stock unit**

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

	First Financial Quarter		Three Months	
	30.11.2011	30.11.2010	30.11.2011	30.11.2010
Profit attributable to owners of the Company (RM'000)	15,297	16,153	15,297	16,153
Weighted average number of stock units ('000)	91,363	91,363	91,363	91,363
Earnings per stock unit (sen)				
Basic	16.74	17.68	16.74	17.68
Diluted	16.74	17.68	16.74	17.68

The diluted earnings per stock unit is similar to basic earnings per stock unit as there is no potential dilutive ordinary stock units outstanding as at end of the financial quarter.

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**(Incorporated in Malaysia)**

**Notes to the interim financial report - 30 November 2011**

**B 14 Realised and unrealised profit/losses disclosure**

	As at 30.11.2011 RM'000	As at 31.8.2011 RM'000
Total retained profits of the Company and its subsidiary		
Realised	421,168	406,858
Unrealised	1,779	2,147
	<u>422,947</u>	<u>409,005</u>
Total share of retained profits/(accumulated losses) from associates		
Realised	63,864	62,191
Unrealised	(82)	(53)
Total share of accumulated losses from a jointly controlled entity		
Realised	(4,801)	(4,515)
Unrealised	(112)	(114)
	<u>481,816</u>	<u>466,514</u>
Less: consolidation adjustments	-	-
Total Group retained profits as per consolidated accounts	<u>481,816</u>	<u>466,514</u>

**B 15 Auditors' report on preceding annual financial statements**

The auditors' report on the financial statements for the financial year ended 31 August 2011 was not qualified.

By Order of the Board

Gan Kok Tiong  
Company Secretary  
30 January 2012