

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

Condensed consolidated income statement
for the fourth financial quarter and twelve months ended 31 August 2013

	Fourth		Twelve months	
	financial quarter			
	31.8.2013	31.8.2012	31.8.2013	31.8.2012
	RM'000	RM'000	RM'000	RM'000
Revenue	26,591	29,101	102,508	119,224
Cost of sales	(11,467)	(8,601)	(43,442)	(39,279)
Gross profit	15,124	20,500	59,066	79,945
Interest income	1,496	1,452	5,746	5,356
Dividend income	886	610	2,149	2,059
Other income	2,269	1,936	2,121	1,952
Selling expenses	(624)	(475)	(2,403)	(2,089)
Administrative expenses	(4,804)	(3,813)	(18,582)	(15,302)
Replanting expenses	(1,693)	(1,304)	(6,683)	(5,850)
Other expenses	-	(158)	(57)	(158)
Share of results of associates	(817)	(201)	(5,637)	3,468
Share of results of a jointly controlled entity	214	137	(1,290)	(982)
Profit before tax	12,051	18,684	34,430	68,399
Income tax expense	(2,799)	(4,063)	(9,519)	(15,724)
Profit net of tax	9,252	14,621	24,911	52,675
Earnings per stock unit (sen per stock unit)				
Basic	10.13	16.00	27.27	57.65
Diluted	10.13	16.00	27.27	57.65

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

Condensed consolidated statement of comprehensive income
for the fourth financial quarter and twelve months ended 31 August 2013

	Fourth financial quarter		Twelve months	
	31.8.2013 RM'000	31.8.2012 RM'000	31.8.2013 RM'000	31.8.2012 RM'000
Profit net of tax	9,252	14,621	24,911	52,675
Other comprehensive income/(loss):				
Foreign currency translation	(3,179)	(3,153)	(5,910)	(6,715)
Net (loss)/gain on fair value changes of available-for-sale investment securities	(124)	2,659	4,223	1,779
Share of other comprehensive (loss)/income of an associate	(1)	2	4	(22)
	<u>(3,304)</u>	<u>(492)</u>	<u>(1,683)</u>	<u>(4,958)</u>
Total comprehensive income	<u>5,948</u>	<u>14,129</u>	<u>23,228</u>	<u>47,717</u>

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

Condensed consolidated statement of financial position
As at 31 August 2013

	31.8.2013	31.8.2012
	RM'000	RM'000
Assets		
Non-current assets		
Property, plant and equipment	42,602	41,445
Biological assets	74,225	74,225
Investments in associates	192,398	207,690
Investment in a jointly controlled entity	19,534	20,675
Investment securities	72,716	58,736
	<u>401,475</u>	<u>402,771</u>
Current assets		
Inventories	2,823	2,676
Receivables	9,355	7,798
Income tax recoverable	-	174
Cash and bank balances	223,555	215,647
	<u>235,733</u>	<u>226,295</u>
Total assets	<u>637,208</u>	<u>629,066</u>
Equity and liabilities		
Current liabilities		
Payables	8,057	6,872
Income tax payable	1,391	-
	<u>9,448</u>	<u>6,872</u>
Non-current liabilities		
Deferred tax liabilities	<u>6,361</u>	<u>6,207</u>
Total liabilities	<u>15,809</u>	<u>13,079</u>
Equity attributable to owners of the Company		
Share capital	91,363	91,363
Share premium	19,654	19,654
Other reserves	11,468	13,171
Retained profits	498,914	491,799
Total equity	<u>621,399</u>	<u>615,987</u>
Total equity and liabilities	<u>637,208</u>	<u>629,066</u>
Net assets per stock unit attributable to owners of the Company (RM)	<u>6.80</u>	<u>6.74</u>

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

Condensed consolidated statement of changes in equity
for the twelve months ended 31 August 2013

	Non-distributable		Distributable		Non-distributable		
	Equity attributable to owners of the Company, total	Share capital	Share premium	Retained profits	Asset revaluation reserve - land 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
At 1 September 2011	595,679	91,363	19,654	466,514	16,763	(14,503)	15,888
Revaluation reserve of leasehold land realised	-	-	-	19	(19)	-	-
Total comprehensive income	47,717	-	-	52,675	-	(6,715)	1,757
Transaction with owners							
Dividends, representing total transactions with owners	(27,409)	-	-	(27,409)	-	-	-
At 31 August 2012	615,987	91,363	19,654	491,799	16,744	(21,218)	17,645
At 1 September 2012	615,987	91,363	19,654	491,799	16,744	(21,218)	17,645
Revaluation reserve of leasehold land realised	-	-	-	20	(20)	-	-
Total comprehensive income	23,228	-	-	24,911	-	(5,910)	4,227
Transaction with owners							
Dividends, representing total transactions with owners	(17,816)	-	-	(17,816)	-	-	-
At 31 August 2013	621,399	91,363	19,654	498,914	16,724	(27,128)	21,872

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

Condensed consolidated statement of cash flows
for the twelve months ended 31 August 2013

	31.8.2013	31.8.2012
	RM'000	RM'000
Operating activities		
Profit before tax	34,430	68,399
Adjustments for:		
Depreciation for property, plant and equipment	1,956	1,560
Gain on sale of property, plant and equipment	(33)	(67)
Gross dividend income	(2,149)	(2,059)
Interest income	(5,746)	(5,356)
Net fair value gain on available-for-sale investment securities (transferred from equity on disposal)	(88)	(1,458)
Property, plant and equipment written off	57	158
Share of results of associates	5,637	(3,468)
Share of results of a jointly controlled entity	1,290	982
Unrealised gain on foreign exchange	(1,504)	(145)
Total adjustments	(580)	(9,853)
Operating cash flows before changes in working capital	33,850	58,546
Changes in working capital		
Decrease/(increase) in inventories	(147)	(104)
receivables	(1,486)	(188)
Increase/(decrease) in payables	1,185	(127)
Total changes in working capital	(448)	(419)
Cash flows from operations	33,402	58,127
Taxes paid	(7,754)	(18,684)
Net cash flows from operating activities	25,648	39,443
Investing activities		
Interest received	5,675	5,371
Net dividends received from an associate	3,600	-
Net dividends received from investment securities	1,947	1,922
Purchase of property, plant and equipment	(3,170)	(2,921)
Purchase of investment securities	(10,145)	(4,128)
Placements of fixed deposits pledged to banks	(33)	(30)
Proceeds from sale of property, plant and equipment	33	384
Proceeds from sale of investment securities	632	4,624
Net cash flows (used in)/from investing activities	(1,461)	5,222
Financing activity		
Dividends paid to owners of the Company, representing total cash flows used in financing activity	(17,816)	(27,409)
Net increase in cash and cash equivalents	6,371	17,256
Effects of exchange rate changes on cash and cash equivalents	1,504	145
Cash and cash equivalents at beginning of period	214,543	197,142
Cash and cash equivalents at end of period	222,418	214,543

Notes to the interim financial report - 31 August 2013

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 2012.

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 2012 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 2012. The adoption of these standards, amendments and interpretations do not have any effect on the financial performance or position 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.

The Group has not adopted those standards, amendments and interpretations that were issued but not yet effective. The adoption of the standards, amendments and interpretations that were issued but not yet effective will have no material impact on the financial statements in the period of initial application except as disclosed below:

Amendments to FRS 101: Presentation of Financial Statements (Annual Improvements 2009-2011 Cycle)

The amendments to FRS 101 change the grouping of items presented in Other Comprehensive Income. Items that could be reclassified (or "recycled") to profit or loss at a future point in time (for example, upon derecognition or settlement) would be presented separately from items that will never be reclassified. The amendment affects presentation only and has no impact on the Group's and the Company's financial position and performance.

FRS 9 Financial Instruments: Classification and Measurement

FRS 9 reflects the first phase of work on the replacement of FRS 139 and applies to classification and measurement of financial assets and financial liabilities as defined in FRS 139. The adoption of this first phase of FRS 9 will have an effect on the classification and measurement of the Group's and the Company's financial assets but will potentially have no impact on classification and measurements of financial liabilities. The Group and the Company will quantify the effect in conjunction with the other phases, when the final standard including all phases is issued.

FRS 10 Consolidated Financial Statements

FRS 10 replaces part of FRS 127 Consolidated and Separate Financial Statements that deals with consolidated financial statements and IC Interpretation 112 Consolidation - Special Purpose Entities.

Under FRS 10, an investor controls an investee when (a) the investor has power over an investee, (b) the investor has exposure or rights to variable returns from its investment with the investee, and (c) the investor has ability to use its power over the investee to affect the amount of the investor's returns. Under FRS 127 Consolidated and Separate Financial Statements, control was defined as the power to govern the financial and operating policies of an entity so as to obtain benefits from its activities.

FRS 10 includes detailed guidance to explain when an investor that owns less than 50 per cent of the voting shares in an investee has control over the investee. FRS 10 requires the investor to take into account all relevant facts and circumstances particularly the size of the investor's holdings of voting rights relative to the size and dispersion of holdings of the other vote holders.

Notes to the interim financial report - 31 August 2013

A 1 Basis of preparation (cont'd.)

FRS 11 Joint Arrangements

FRS 11 replaces FRS 131 Interests in Joint Ventures and IC Interpretation 113 Jointly - Controlled Entities - Non- monetary Contributions by Ventures.

The classification of joint arrangements under FRS 11 is determined based on the rights and obligations of the parties to the joints arrangements by considering the structure, the legal form, the contractual terms agreed by the parties to the arrangement and when relevant, other facts and circumstances. Under FRS 11, joint arrangements are classified as either joint operations or joint ventures.

A joint operation is a joint arrangement whereby the parties that have joint control of the arrangement have rights to the assets and obligations for the liabilities, relating to the arrangement. A joint venture is a joint arrangement whereby the parties that have joint control of the arrangement have rights to the net assets of the arrangement.

FRS 11 removes the option to count for jointly controlled entities ("JCE") using proportionate consolidation. Instead, JCE that meet the definition of a joint venture must be accounted for using the equity method.

FRS 11 has been applied in accordance with the relevant transitional provisions set out in FRS 11. The initial investment as at 1 January 2012 for the purposes of applying the equity method is measured as the aggregate of the carrying amounts of the assets and liabilities that the Economic Entity had previously proportionately consolidated.

FRS 12 Disclosure of Interests in Other Entities

FRS 12 includes all disclosure requirements for interests in subsidiaries, joint arrangements, associates and structured entities. A number of new disclosures are required. This standard affects disclosures only and has no impact on the Group's financial position or performance.

FRS 13 Fair Value Measurement

FRS 13 establishes a single source of guidance under FRS for all fair value measurements. FRS 13 does not change when an entity is required to use fair value, but rather provides guidance on how to measure fair value under FRS when fair value is required or permitted. The Group and the Company are currently assessing the impact of adoption of FRS 13.

Malaysian Financial Reporting Standards (MFRS Framework)

On 19 November 2011, the Malaysian Accounting Standards Board (MASB) issued a new MASB approved accounting framework, the Malaysian Financial Reporting Standards (MFRS Framework).

The MFRS Framework is to be applied by all Entities Other Than Private Entities for annual periods beginning on or after 1 January 2012, with the exception of entities that are within the scope of MFRS 141 Agriculture and IC Interpretation 15 Agreements for Construction of Real Estate (IC 15), including its parent, significant investor and venturer (Transitioning Entities).

Transitioning Entities will be allowed to defer adoption of the new MFRS Framework and continue to use the existing Financial Reporting Standards (FRS) Framework. The adoption of the MFRS Framework by Transitioning Entities will be mandatory for annual periods beginning on or after 1 January 2015.

The Group falls within the scope definition of Transitioning Entities and accordingly, will be required to prepare financial statements using the MFRS Framework in its first MFRS financial statements for the year ending 31 August 2016. In presenting its first MFRS financial statements, the Group will be required to restate the comparative financial statements to amounts reflecting the application of MFRS Framework. The majority of the adjustments required on transition will be made, retrospectively, against opening retained profits.

Notes to the interim financial report - 31 August 2013

A 1 Basis of preparation (cont'd.)

The Group has commenced transitioning its accounting policies and financial reporting from the current Financial Reporting Standards to MFRS Framework. At the date of these interim financial statements, the Group has not completed its quantification of the financial effects of the differences between Financial Reporting Standards and accounting standards under the MFRS Framework due to the ongoing assessment. Accordingly, the financial performance and financial position as disclosed in these financial statements for the year ending 31 August 2013 could be different if prepared under the MFRS Framework.

The Group considers that it is achieving its schedules milestones and expects to be in a position to fully comply with the requirements of the MFRS Framework for the financial year ending 31 August 2016.

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 twelve months ended 31 August 2013:

	Hectares			
Mature	8,756			
Replanting and immature	2,169			
	<u>10,925</u>			
	Fourth financial quarter		Twelve months	
	31.8.2013	31.8.2012	31.8.2013	31.8.2012
Production (m/t)				
fresh fruit bunches				
Own	49,924	42,204	177,240	157,647
Purchase	2,435	1,774	13,619	11,962
	<u>52,359</u>	<u>43,978</u>	<u>190,859</u>	<u>169,609</u>
Crude palm oil	8,090	6,299	30,298	25,773
Palm kernel	2,331	1,709	8,358	7,263
Extraction Rate				
Crude palm oil	18.74%	19.08%	19.30%	19.37%
Palm kernel	5.40%	5.18%	5.32%	5.46%

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 twelve months ended 31 August 2013.

A 6 Fair value changes of financial liabilities

As at 31 August 2013, the Group did not have any financial liabilities measured at fair value through profit or loss.

Notes to the interim financial report - 31 August 2013

A 7 Dividends paid

The amount of dividend paid during the twelve months ended 31 August 2013.

In respect of financial year ended 31 August 2013:

	RM'000
First interim dividend of 13% less 25% taxation paid on 30 January 2013	8,908
Second interim dividend of 13% less 25% taxation paid on 30 August 2013	8,908
	<u>17,816</u>

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 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 are as follows:

	Oil palm plantation			
	Fourth financial quarter		Twelve months	
	31.8.2013	31.8.2012	31.8.2013	31.8.2012
	RM'000	RM'000	RM'000	RM'000
Revenue from external customers	26,591	29,101	102,508	119,224
Revenue from major customers	20,828	23,699	71,572	90,963
Reportable segment profit	<u>8,123</u>	<u>15,190</u>	<u>31,600</u>	<u>56,986</u>

Reportable segment profit is reconciled as follows:

Total profit for reportable segment	8,123	15,190	31,600	56,986
Share of results of associates	(817)	(201)	(5,637)	3,468
Share of results of a jointly controlled entity	214	137	(1,290)	(982)
Interest income	1,496	1,452	5,746	5,356
Dividend income	886	610	2,149	2,059
Other income	2,149	1,654	1,919	1,670
Other expenses	-	(158)	(57)	(158)
Profit before tax	<u>12,051</u>	<u>18,684</u>	<u>34,430</u>	<u>68,399</u>

	As at	As at
	31.8.2013	31.8.2012
	RM'000	RM'000
Reportable segment assets	130,095	126,724
Reportable segment liabilities	<u>8,057</u>	<u>6,872</u>

Reportable segment's assets are reconciled as follows:

	As at	As at
	31.8.2013	31.8.2012
	RM'000	RM'000
Total assets for reportable segment	130,095	126,724
Investments in associates	192,398	207,690
Investment in a jointly controlled entity	19,534	20,675
Investment securities	72,716	58,736
Unallocated assets	222,465	215,241
Total assets	<u>637,208</u>	<u>629,066</u>

Notes to the interim financial report - 31 August 2013

A 8 Segment information (cont'd.)

Reportable segment's liabilities are reconciled as follows:

	As at 31.8.2013 RM'000	As at 31.8.2012 RM'000
Total liabilities for reportable segment	8,057	6,872
Income tax payable	1,391	-
Deferred tax liabilities	6,361	6,207
Total liabilities	<u>15,809</u>	<u>13,079</u>

A 9 Property, plant and equipment

There were no significant acquisitions and disposals of property, plant and equipment for the twelve months ended 31 August 2013.

Capital commitments as at 31 August 2013: -

Approved but not contracted for	<u>RM'000</u> 6,651
---------------------------------	------------------------

A 10 Material events subsequent to fourth financial quarter

There were no material events subsequent to the fourth financial quarter that have not been reflected in the financial statements for the financial quarter ended 31 August 2013.

A 11 Changes in composition of the Group

There were no business combinations, acquisition or disposal of subsidiaries and long term investments (other than the purchase and sale of quoted 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 2012.

A 13 Related party disclosures

	Twelve months 31.8.2013 RM'000
(a) Companies in which certain directors and substantial shareholders have interest: -	
Purchase of oil palm produce	875
Sale of oil palm produce	1,318
Agency fee	<u>23</u>
(b) An associate in which certain directors and substantial shareholders have interest: -	
Management fee	<u>270</u>
(c) Person connected to certain directors and a substantial shareholder have interest: -	
Purchase of fertilisers	<u>1,081</u>
	As at 31.8.2013 RM'000
(d) Included in payables is an amount due to: -	
An associate in which certain directors and substantial shareholders have interest	<u>11</u>

Notes to the interim financial report - 31 August 2013

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

(a) Fourth financial quarter ended 31 August 2013

Revenue in the current financial quarter under review decreased by 8.63% to RM26,591,000 from RM29,101,000 when compared with the preceding year corresponding financial quarter due mainly to substantial decreases in the average selling prices of ffb, crude palm oil and palm kernel even though the sales volume of crude palm oil and palm kernel increased.

The production of ffb, crude palm oil and palm kernel were higher.

Overall operating expenses were higher due mainly to increase in production of ffb, an increase in fertiliser expenses as a result of active application of fertilisers, purchase of crude palm oil and palm kernel and administrative expenses.

The Group suffered an overall loss in its share of results of associates due to loss suffered by the joint ventures engaged in oil palm plantation located in Lampung Province, Indonesia as the joint ventures encountered a suspension in routine harvesting due to unrest in the villages located in the vicinity of the plantations, as reported previously. The resumption of routine harvesting is pending clearance by the relevant authorities.

The positive contribution from a jointly controlled entity was mainly due to gain on foreign exchange. As reported previously, harvesting of young mature palms of the jointly controlled entity's joint venture engaged in oil palm plantation in Indonesia has been delayed due to unrest in the villages near by the estate. Commencement of harvesting is pending clearance by the relevant authorities.

Overall profit net of tax for the current financial quarter under review decreased by 36.72% to RM9,252,000 from RM14,621,000 when compared with the preceding year financial quarter due mainly to substantial decreases in the average selling prices of ffb, crude palm oil and palm kernel, an increase in overall operating expenses and overall loss in shares of results of associates.

(b) Twelve months ended 31 August 2013

Revenue in the current financial year under review decreased by 14.02% to RM102,508,000 from RM119,224,000 when compared with the preceding financial year due mainly to substantial decreases in the average selling prices of ffb, crude palm oil and palm kernel even though the sales volume of crude palm oil and palm kernel increased.

Overall operating expenses were higher due mainly to increase in production of ffb, fertiliser expenses as a result of active application of fertilisers, an increase in upkeep of mature field expenses, purchase of crude palm oil and palm kernel and administrative expenses.

The Group suffered an overall loss in its share of results of associates due to loss suffered by the joint ventures engaged in oil palm plantation located in Lampung Province, Indonesia as mentioned in Note B1(a).

Harvesting of young mature palms of the jointly controlled entity's joint venture engaged in oil palm plantation in Indonesia has been delayed as mentioned in Note B1(a).

Overall profit net of tax for the current financial year under review decreased by 52.71% to RM24,911,000 from RM52,675,000 when compared with the preceding financial year due mainly to substantial decreases in the average selling prices of ffb, crude palm oil and palm kernel, an increase in overall operating expenses and an overall loss in shares of results of associates.

Notes to the interim financial report - 31 August 2013

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

Revenue in the fourth financial quarter under review increased by 3.98% to RM26,591,000 from RM25,574,000 when compared with the immediate preceding financial quarter due mainly to increase in sales volume of ffb, crude palm oil and palm kernel. The average selling prices of ffb and palm kernel were higher, however, the average selling price of crude palm oil was lower.

The production of ffb, crude palm oil and palm kernel were higher.

Other income was higher due mainly to gain on foreign exchange.

Overall operating expenses were lower due mainly to a decrease in fertiliser expenses as application of fertilisers was more active in the third financial quarter.

Overall loss in share of results of associates was due to reasons mentioned in Note B1(a).

The positive contribution from a jointly controlled entity was due to reason mentioned in Note B1(a).

Overall profit before tax increased by 136.20% to RM12,051,000 from RM5,102,000 due mainly to increases in revenue and other income, a decrease in overall operating expenses, a lesser amount of overall loss in share of results of associates and a positive contributions from share of results of a jointly controlled entity.

B 3 Prospects for financial year ending 31 August 2014

The selling prices of ffb, crude palm oil and palm kernel for the financial year ending 31 August 2014 are expected to remain at current level.

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 Income tax expense

	Fourth financial quarter 31.8.2013 RM'000	Twelve months 31.8.2013 RM'000
Income tax:		
Current provision	2,621	9,509
Over provision in respect of previous year	-	(144)
	<u>2,621</u>	<u>9,365</u>
Deferred income tax	178	154
	<u>2,799</u>	<u>9,519</u>

The effective tax rate for the fourth financial quarter under review is lower than the statutory rate due mainly to the effect of share of results of a jointly controlled entity and certain income which are not assessable for income tax purpose.

The effective tax rate for the twelve months period under review is higher than the statutory rate due mainly to the effect of share of results of associates and a jointly controlled entity.

Notes to the interim financial report - 31 August 2013

B 6 Borrowings and debt securities

As at 31 August 2013, there were no borrowings and debt securities.

B 7 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 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	-	-
31.8.2012	-	-
	<u>11,660,000</u>	<u>27,585</u>

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

B 8 Derivatives financial instruments

There were no derivatives financial instruments transacted during the twelve months period ended 31 August 2013.

B 9 Material litigation

There were no material litigations as at 31 August 2012 and at the date of issue of this interim financial report.

Notes to the interim financial report - 31 August 2013

B 10 Dividends

- (i) A first interim dividend of 13% less 25% taxation and a second interim dividend of 13% less 25% taxation in respect of the financial year ended 31 August 2013 were paid during the financial year under review.

In view of the payment of the interim dividends, the directors do not recommend a final dividend in respect of the financial year ended 31 August 2013.

- (ii) The total dividends for the current financial year ended 31 August 2013:-

Type of dividend	Gross	Tax	Net
	%	%	%
First interim	13.00	25.00	9.75
Second interim	13.00	25.00	9.75
	26.00	25.00	19.50

- (iii) The total dividends for the previous financial year ended 31 August 2012:-

Type of dividend	Gross	Tax	Net
	%	%	%
First interim	16.00	25.00	12.00
Second interim	24.00	25.00	18.00
	40.00	25.00	30.00

B 11 Earnings per stock unit

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

	Fourth financial quarter		Twelve months	
	31.8.2013	31.8.2012	31.8.2013	31.8.2012
Profit attributable to owners of the Company (RM'000)	9,252	14,621	24,911	52,675
Weighted average number of stock units ('000)	91,363	91,363	91,363	91,363
Earnings per stock unit (sen)				
Basic	10.13	16.00	27.27	57.65
Diluted	10.13	16.00	27.27	57.65

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.

Notes to the interim financial report - 31 August 2013

B 12 Realised and unrealised profit/losses disclosure

	As at 31.8.2013 RM'000	As at 31.8.2012 RM'000
Total retained profits of the Company and its subsidiary		
Realised	449,963	430,457
Unrealised	2,482	1,347
	<u>452,445</u>	<u>431,804</u>
Total share of retained profits from associates		
Realised	59,829	65,540
Unrealised	141	66
Total share of (accumulated losses)/retained profits from a jointly controlled entity		
Realised	(7,279)	(5,976)
Unrealised	378	365
	<u>505,514</u>	<u>491,799</u>
Less: consolidation adjustments	(6,600)	-
Total Group retained profits as per consolidated accounts	<u>498,914</u>	<u>491,799</u>

B 13 Notes to condensed statement of comprehensive income

	Fourth financial quarter 31.8.2013 RM'000	Twelve months 31.8.2013 RM'000
Interest income	1,496	5,746
Other income including investment income	886	2,149
Interest expense	-	-
Depreciation	(616)	(1,956)
Provision for and write off of receivables	-	-
Gain/(loss) on disposal of quoted investments	-	88
Gain/(loss) on disposal of unquoted investments	-	-
Gain/(loss) on disposal of properties	-	-
Impairment of assets	-	-
Foreign exchange gain or (loss)	2,116	1,504
Gain/(loss) on derivatives	-	-
Exceptional items	-	-
	<u>-</u>	<u>-</u>

B 14 Auditors' report on preceding annual financial statements

The auditors' report on the financial statements for the financial year ended 31 August 2012 was not qualified.

By Order of the Board

Gan Kok Tiong
 Company Secretary
 31 October 2013