

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

Condensed consolidated statement of profit or loss
For the fourth financial quarter ended 31 August 2018

	Fourth financial quarter		Twelve months	
	31.08.2018 RM'000	31.08.2017 RM'000	31.08.2018 RM'000	31.08.2017 RM'000
Revenue	25,578	34,059	149,924	148,646
Cost of sales	(14,871)	(16,101)	(72,000)	(72,169)
Gross profit	10,707	17,958	77,924	76,477
Interest income	2,528	2,061	8,694	7,556
Dividend income	1,773	2,312	3,108	3,356
Other income	5,167	1,006	36,254	3,827
Selling expenses	(704)	(784)	(3,730)	(3,199)
Administrative expenses	(5,302)	(4,810)	(21,828)	(21,802)
Replanting expenses	(2,055)	(2,299)	(8,366)	(10,833)
Other expenses	-	(103)	(1,681)	(3,781)
Share of results of associates	580	(1,611)	(5,416)	1,987
Share of results of a joint venture	(395)	(59)	(1,250)	(998)
Profit before tax	12,299	13,671	83,709	52,590
Income tax expense	(596)	(3,425)	(11,559)	(12,052)
Profit net of tax	11,703	10,246	72,150	40,538
Earnings per stock unit (sen per stock unit)				
Basic	12.81	11.21	78.97	44.37
Diluted	12.81	11.21	78.97	44.37

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

Condensed consolidated statement of comprehensive income
For the fourth financial quarter ended 31 August 2018

	Fourth financial quarter		Twelve months	
	31.08.2018 RM'000	31.08.2017 RM'000	31.08.2018 RM'000	31.08.2017 RM'000
Profit net of tax	11,703	10,246	72,150	40,538
Other comprehensive (loss)/income:				
Other comprehensive (loss)/income that may be reclassified to profit or loss in subsequent periods:				
Foreign currency translation	(5,613)	(108)	(13,241)	3,769
Net (loss)/gain on fair value changes of available-for-sale investment securities	(7,660)	4,575	(32,244)	21,986
Share of other comprehensive gain/(loss) of an associate	1	(1)	(13)	(1)
Total other comprehensive (loss)/income that may be reclassified to profit or loss in subsequent periods	(13,272)	4,466	(45,498)	25,754
Other comprehensive income/(loss) that will not be reclassified to profit or loss in subsequent periods:				
Share of other comprehensive income/(loss) of an associate	26	131	(130)	337
Share of other comprehensive loss of a joint venture	-	(1)	-	(1)
Total other comprehensive income/(loss) that will not be reclassified to profit or loss in subsequent periods, net of tax	26	130	(130)	336
Total other comprehensive (loss)/income	(13,246)	4,596	(45,628)	26,090
Total comprehensive (loss)/income	(1,543)	14,842	26,522	66,628

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

Condensed consolidated statement of financial position
As at 31 August 2018

	31.08.2018	31.8.2017
	RM'000	RM'000
Assets		
Non-current assets		
Property, plant and equipment	45,808	46,371
Biological assets	77,043	76,953
Investments in associates	179,356	196,221
Investment in a joint venture	9,909	13,094
Investment securities	70,310	116,005
	<u>382,426</u>	<u>448,644</u>
Current assets		
Inventories	2,428	3,521
Receivables	17,927	10,994
Income tax recoverable	334	-
Cash and bank balances	310,302	255,489
	<u>330,991</u>	<u>270,004</u>
Total assets	<u>713,417</u>	<u>718,648</u>
Equity and liabilities		
Current liabilities		
Payables	10,472	12,657
Income tax payable	-	2,118
	<u>10,472</u>	<u>14,775</u>
Non-current liability		
Deferred tax liability	7,480	7,522
Total liabilities	<u>17,952</u>	<u>22,297</u>
Equity attributable to owners of the Company		
Share capital	111,017	111,017
Other reserves	(5,971)	39,676
Retained profits	590,419	545,658
Total equity	<u>695,465</u>	<u>696,351</u>
Total equity and liabilities	<u>713,417</u>	<u>718,648</u>
Net assets per stock unit attributable to owners of the Company (RM)	<u>7.61</u>	<u>7.62</u>

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

Condensed consolidated statement of changes in equity
For the fourth financial quarter ended 31 August 2018

	Non-distributable				Distributable				Non-distributable			
	Equity attributable to owners of the Company, total RM'000	Share capital RM'000	Share premium RM'000	Retained profits RM'000	Other reserves, total RM'000	Asset revaluation reserve - land and biological assets RM'000	Foreign currency translation reserve RM'000	Employee benefits reserve of an associate and a joint venture RM'000	Fair value adjustment reserve RM'000			
At 1 September 2016	647,082	91,363	19,654	522,460	13,605	15,726	(25,821)	270	23,430			
Profit for the period	40,538	-	-	40,538	-	-	-	-	-			
Other comprehensive income	26,090	-	-	-	26,090	-	3,769	336	21,985			
Revaluation reserve of leasehold land realised	-	-	-	19	(19)	(19)	-	-	-			
Transition to no-par value regime	-	19,654	(19,654)	-	-	-	-	-	-			
Transaction with owners	(17,359)	-	-	(17,359)	-	-	-	-	-			
Dividends, representing total transactions with owners	696,351	111,017	-	545,658	39,676	15,707	(22,052)	606	45,415			
At 31 August 2017	696,351	111,017	-	545,658	39,676	15,707	(22,052)	606	45,415			
At 1 September 2017	72,150	-	-	72,150	-	-	-	-	-			
Profit for the period	(45,628)	-	-	-	(45,628)	-	(13,241)	(130)	(32,257)			
Other comprehensive loss	-	-	-	-	(19)	(19)	-	-	-			
Revaluation reserve of leasehold land realised	-	-	-	19	-	-	-	-	-			
Transaction with owners	(27,408)	-	-	(27,408)	-	-	-	-	-			
Dividends, representing total transactions with owners	695,465	111,017	-	590,419	(5,971)	15,688	(35,293)	476	13,158			
At 31 August 2018	695,465	111,017	-	590,419	(5,971)	15,688	(35,293)	476	13,158			

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

Condensed consolidated statement of cash flows
For the fourth financial quarter ended 31 August 2018

	Twelve months	
	31.08.2018	31.08.2017
	RM'000	RM'000
Operating activities		
Profit before tax	83,709	52,590
Adjustments for:		
Depreciation for property, plant and equipment	3,294	3,404
Dividend income	(3,108)	(3,356)
Gain on sale of property, plant and equipment	(55)	(299)
Interest income	(8,694)	(7,556)
Net fair value gain on available-for-sale investment securities (transferred from equity on disposal)	(35,826)	(99)
Property, plant and equipment written off	-	39
Provision for impairment loss on investment in a joint venture	-	3,642
Share of results of associates	5,416	(1,987)
Share of results of a joint venture	1,250	998
Unrealised loss/(gain) on foreign exchange	1,678	(2,775)
Total adjustments	<u>(36,045)</u>	<u>(7,989)</u>
Operating cash flows before changes in working capital	47,664	44,601
Changes in working capital		
Decrease/(increase) in:		
inventories	1,093	(653)
receivables	(7,320)	1,669
(Decrease)/increase in payables	(2,185)	2,881
Total changes in working capital	<u>(8,412)</u>	<u>3,897</u>
Cash flows from operations	39,252	48,498
Taxes paid	(14,053)	(9,785)
Net cash flows generated from operating activities	<u>25,199</u>	<u>38,713</u>
Investing activities		
Changes in deposits with maturity of more than 3 months	(29,308)	(2,161)
Interest received	9,081	6,511
Increase in biological assets	(90)	(214)
Dividends received from investment securities	3,032	3,085
Purchase of property, plant and equipment	(2,731)	(4,309)
Purchase of investment securities	(9,601)	(4,287)
Proceeds from sale of property, plant and equipment	55	352
Proceeds from sale of investment securities	58,954	2,465
Net cash flows (used in)/generated from investing activities	<u>29,392</u>	<u>1,442</u>
Financing activity		
Dividends paid to owners of the Company, representing total cash flows used in financing activity	<u>(27,408)</u>	<u>(17,359)</u>
Net (decrease)/increase in cash and cash equivalents	27,183	22,796
Effects of exchange rate changes on cash and cash equivalents	(1,678)	2,775
Cash and cash equivalents at beginning of period	108,884	83,313
Cash and cash equivalents at end of period	<u>134,389</u>	<u>108,884</u>
Cash and cash equivalents at end of period comprise:		
Cash on hand and at banks	20,248	17,549
Deposits with financial institutions	290,054	237,940
	<u>310,302</u>	<u>255,489</u>
Less: deposits with maturity of more than 3 months	(175,913)	(146,605)
	<u>134,389</u>	<u>108,884</u>

Notes to the interim financial report - 31 August 2018

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 paragraph 9.22 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 annual audited financial statements for the financial year ended 31 August 2017.

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 2017 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 2017. The adoption of these standards, amendments and interpretations do not have material impact on the financial performance or position of the Group.

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).

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 2018.

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 2019. 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.

The Group has commenced transitioning its accounting policies and financial reporting from the current Financial Reporting Standards to MFRS Framework. Material impacts on the financial statements of the Group in the period of initial application are as discussed below:

(a) Amendments to MFRS 116 Property, plant and equipment and MFRS 141 Agriculture: Bearer Plants

Prior to transitioning to MFRS Framework, plantation development expenditures consisting of cost incurred on land clearing and upkeep of oil palms are recognised in profit or loss. With the adoption of Amendments to MFRS 141 and MFRS 116, the new planting and replanting expenditures are capitalised under property, plant and equipment and measured at cost less accumulated depreciation.

Biological assets of the Group are fresh fruit bunches prior to harvest. Prior to adoption of MFRS Framework, the fresh fruit bunches are part of the bearer plants and are not recognised separately. With the change under the MFRS Framework, the biological assets are measured at fair value less cost to sell and the changes in fair value less cost to sell are recognised in profit or loss.

(b) MFRS 9 Financial Instruments

With the adoption of MFRS 9, equity instrument of the Company that is carried at cost for which it does not have a quoted price in an active market for an identical instrument, the instrument will be measured at fair value at the date of initial application.

The difference between the previous carrying amount at cost and the fair value shall be recognised in opening fair value adjustment reserve at the date of initial application.

The Group considers that it is achieving its scheduled 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 2019.

Notes to the interim financial report - 31 August 2018

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 2018:

	Hectares			
	31.08.2018	31.08.2017	31.08.2018	31.08.2017
Mature	8,833			
Replanting and immature	2,116			
	<u>10,949</u>			
	Fourth financial quarter		Twelve months	
	31.08.2018	31.08.2017	31.08.2018	31.08.2017
Production (m/t)				
fresh fruit bunches				
Own	42,153	47,240	205,627	171,069
Purchase	6,171	13,032	42,890	51,960
	<u>48,324</u>	<u>60,272</u>	<u>248,517</u>	<u>223,029</u>
Crude palm oil	7,585	9,860	39,428	37,554
Palm kernel	1,942	2,570	10,675	9,922
Extraction Rate				
Crude palm oil	19.11%	18.52%	18.62%	19.12%
Palm kernel	4.89%	4.83%	5.04%	5.05%

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 2018.

A 6 Fair value changes of financial liabilities

As at 31 August 2018, the Group did not have any financial liability measured at fair value through profit or loss.

A 7 Dividends paid

The amount of dividend paid during the twelve months ended 31 August 2018:

In respect of financial year ending 31 August 2018:

A first interim single tier dividend of 10 sen per stock unit paid on 30 January 2018	RM'000
A second interim single tier dividend of 10 sen per stock unit paid on 30 August 2018	9,136
A special single tier dividend of 10 sen per stock unit paid on 30 August 2018	9,136
	<u>27,408</u>

Notes to the interim financial report - 31 August 2018

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:

	Fourth financial quarter		Twelve months	
	31.08.2018	31.08.2017	31.08.2018	31.08.2017
	RM'000	RM'000	RM'000	RM'000
Revenue from external customers	25,578	34,059	149,924	148,646
Revenue from major customers	19,126	23,946	117,201	119,409
Reportable segment profit	2,823	10,138	44,371	41,141
Reportable segment profit is reconciled as follows:				
Total profit for reportable segment	2,823	10,138	44,371	41,141
Share of results of associates	580	(1,611)	(5,416)	1,987
Share of results of a joint venture venture	(395)	(59)	(1,250)	(998)
Interest income	2,528	2,061	8,694	7,556
Dividend income	1,773	2,312	3,108	3,356
Other income	4,990	933	35,880	3,329
Other expenses	-	(103)	(1,678)	(3,781)
Profit before tax	12,299	13,671	83,709	52,590

	As at 31.08.2018 RM'000	As at 31.8.2017 RM'000
Reportable segment assets	140,164	136,013
Reportable segment liabilities	10,472	12,657

Reportable segment's assets are reconciled as follows:

	As at 31.08.2018 RM'000	As at 31.8.2017 RM'000
Total assets for reportable segment	140,164	136,013
Investments in associates	179,356	196,221
Investment in a joint venture	9,909	13,094
Investment securities	70,310	116,005
Unallocated assets	313,678	257,315
Total assets	713,417	718,648

Reportable segment's liabilities are reconciled as follows:

	As at 31.08.2018 RM'000	As at 31.8.2017 RM'000
Total liabilities for reportable segment	10,472	12,657
Income tax payable	-	2,118
Deferred tax liabilities	7,480	7,522
Total liabilities	17,952	22,297

Notes to the interim financial report - 31 August 2018

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 2018.

Capital commitments as at 31 August 2018: -

	RM'000
Approved but not contracted for	10,505
Approved and contracted for	<u>755</u>
	<u>11,260</u>

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 2018.

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 2017.

A 13 Related party disclosures

	Twelve months 31.08.2018 RM'000
(a) Companies in which certain directors and substantial shareholders have interest:	
Purchase of oil palm produce	10,187
Sale of oil palm produce	4,613
Marketing consultancy fee	203
Seedlings cultivation cost	<u>12</u>
(b) An associate in which certain directors and substantial shareholders have interest:	
Management fee	<u>2,940</u>

Notes to the interim financial report - 31 August 2018

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

Current quarter versus preceding year corresponding quarter

Revenue in the current financial quarter under review decreased by 24.9% to RM25,578,000 from RM34,059,000 a year ago mainly due to lower average selling prices of ffb, crude palm oil and palm kernel and sales volume of crude palm oil and palm kernel, even though the sales volume of ffb was higher.

Production and purchase of ffb were lower. Correspondingly, the production of crude palm oil and palm kernel were lower.

Other income was higher mainly due to an amount of RM3,972,000 being net fair value gain transferred to profit or loss upon sale of available-for-sale investment securities.

Overall operating expenses were lower mainly due to a decrease in the purchase of ffb.

There was an overall profit contributed by the associates mainly due to lesser amount of overall losses suffered by the Group's investments in oil palm plantations located in Indonesia.

As reported previously, the investments in oil palm plantations in Lampung Province, Indonesia encountered a suspension in routine harvesting due to unrest in the villages located in the vicinity of the plantations. The plantations have since commenced harvesting activities and mill operation. Total area accessed increased to approximately 43% of total planted area from 39% as reported previously.

However, as reported previously, harvesting of mature fields in the oil palm plantation of the joint venture located in South Sumatera Province, Indonesia has been delayed due to unrest in the villages neighbouring the estate. Commencement of harvesting is pending clearance by the relevant authorities. This has resulted in the joint venture suffering losses.

Overall, profit net of tax increased to RM11,703,000 from RM10,246,000 mainly due to the increase in other income and share of results of associates.

Notes to the interim financial report - 31 August 2018

B Information as required by the Main Market Listing Requirements (Part A of Appendix 9B) of Bursa Malaysia Securities Berhad (cont'd.)

B 1 Review of performance (cont'd.)

Cumulative twelve months period ended 31 August 2018

Revenue in the current cumulative twelve months period under review increased marginally by 0.86% to RM149,924,000 from RM148,646,000 a year ago. The sales volume of ffb, crude palm oil, palm kernel were higher, however the average selling prices of ffb, crude palm oil and palm kernel were lower.

Production of ffb was higher, however the purchase of ffb was lower. Overall, the production of crude palm oil and palm kernel were higher.

Other income was substantially higher mainly due to an amount of RM35,826,000 being net fair value gain transferred to profit or loss upon sale of available-for-sale investment securities.

Overall expenses were lower mainly due to a decrease in replanting expenses and absence of impairment loss on a joint venture.

The Group suffered an overall loss from its share of results of associates mainly due to losses suffered by its investments in oil palm plantations located in Indonesia.

As reported previously, the investments in oil palm plantations in Lampung Province, Indonesia encountered a suspension in routine harvesting due to unrest in the villages located in the vicinity of the plantations. The plantations have since commenced harvesting activities and mill operation. Total area accessed increased to approximately 43% of total planted area from 39% as reported previously.

However, as reported previously, harvesting of mature fields in the oil palm plantation of the joint venture located in South Sumatera Province, Indonesia has been delayed due to unrest in the villages neighbouring the estate. Commencement of harvesting is pending clearance by the relevant authorities. This has resulted in the joint venture suffering losses.

Overall, profit net of tax increased to RM72,150,000 from RM40,538,000 mainly due to the increase in other income.

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

	Fourth financial quarter 31.08.2018 RM'000	Third financial quarter 31.05.2018 RM'000
Revenue	25,578	39,643
Cost of sales	(14,871)	(19,408)
Gross profit	10,707	20,235
Interest income	2,528	2,247
Dividend income	1,773	395
Other income	5,167	18,060
Selling expenses	(704)	(1,117)
Administrative expenses	(5,302)	(5,356)
Replanting expenses	(2,055)	(2,142)
Share of results of associates	580	(5,250)
Share of results of a joint venture	(395)	(467)
Profit before tax	<u>12,299</u>	<u>26,605</u>

Revenue in the fourth financial quarter decreased by 35.48% to RM25,578,000 from RM39,643,000 when compared with the immediate preceding financial quarter mainly due to lower sales volume and average selling prices of ffb, crude palm oil and palm kernel.

Notes to the interim financial report - 31 August 2018

B 2 Material change in the profit before tax for the fourth financial quarter compared with the immediate preceding quarter (cont'd.)

Production and purchase of ffb were lower. Correspondingly, the production of crude palm oil and palm kernel were lower.

Other income was lower mainly due to a decrease in the amount of net fair value gain transferred to profit or loss upon sale of available-for-sale investment securities.

Overall operating expenses were lower mainly due to a decrease in the purchase of ffb.

There was an overall profit contributed by the associates mainly due to lesser amount of overall losses suffered by the Group's investments in oil palm plantations located in Indonesia.

As reported previously, harvesting of mature fields in the oil palm plantation of the joint venture located in South Sumatera Province, Indonesia has been delayed due to unrest in the villages neighbouring the estate. Commencement of harvesting is pending clearance by the relevant authorities. This has resulted in the joint venture suffering losses.

Overall, profit before tax decreased by 53.77% to RM12,299,000 from RM26,605,000 mainly due to reasons mentioned above.

B 3 Prospects for financial year ending 31 August 2019

The average selling prices of crude palm oil have weakened since the end of the financial year 2018 and this would have a corresponding effect on the financial performance for the financial year ending 31 August 2019.

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 31.08.2018 RM'000	Twelve months 31.08.2018 RM'000
Income tax:		
Current provision	615	12,672
Overprovision in prior year	-	(1,071)
	<u>615</u>	<u>11,601</u>
Deferred income tax	(19)	(42)
	<u>596</u>	<u>11,559</u>

The effective tax rate for the fourth financial quarter ended 31 August 2018 was lower than the statutory tax rate mainly due to the effect of share of results of associates and certain income not assessable for tax purpose. The effective tax rate for the twelve months period ended 31 August 2018 were lower than the statutory tax rate mainly due to certain income not assessable for tax purpose.

B 6 Borrowings and debt securities

As at 31 August 2018, there were no borrowings and debt securities.

Notes to the interim financial report - 31 August 2018

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.

As at 31 August 2018, the Company had subscribed 11,660,000 shares in Chin Thye Investment Pte Ltd for a total cash consideration of RM27,585,000. In addition, the Group has agreed to subscribe for 1,200,000 shares in Chin Thye Investment Pte Ltd for a total cash consideration of SGD1,200,000 during the financial quarter ended 31 August 2018.

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

	31.08.2018 RM'000
Remaining capital and investment outlay	19,209

B 8 Derivatives financial instruments

There were no derivatives financial instruments transacted during the twelve months period ended 31 August 2018.

B 9 Material litigation

There were no material litigations as at 31 August 2018 and at the date of issue of this interim financial report.

B 10 Dividends

- (i) A first interim single tier dividend of 10 sen per stock unit, a second interim single tier dividend of 10 sen per stock unit and a special single tier dividend of 10 sen per stock unit in respect of the financial year ended 31 August 2018 were paid during the financial year.
- (ii) In view of the payment of the interim and special dividends, the directors do not recommend a final dividend in respect of the financial year ended 31 August 2018.
- (iii) The total dividends for the current financial year ended 31 August 2018:-

Type of dividend	sen per stock unit
First interim, single tier	10.00
Second interim, single tier	10.00
Special, single tier	10.00
	30.00

- (iv) The total dividends for the previous financial year ended 31 August 2017:-

Type of dividend	sen per stock unit
First interim, single tier	9.00
Second interim, single tier	10.00
	19.00

Notes to the interim financial report - 31 August 2018

B 11 Earnings per stock unit

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

	Fourth financial quarter		Twelve months	
	31.08.2018	31.08.2017	31.08.2018	31.08.2017
Profit attributable to owners of the Company (RM'000)	11,703	10,246	72,150	40,538
Weighted average number of stock units ('000)	91,363	91,363	91,363	91,363
Earnings per stock unit (sen)				
Basic	12.81	11.21	78.97	44.37
Diluted	12.81	11.21	78.97	44.37

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.

B 12 Notes to condensed statement of comprehensive income

	Fourth financial quarter 31.08.2018 RM'000	Twelve months 31.08.2018 RM'000
Interest income	2,528	8,694
Other income including investment income	1,773	3,108
Depreciation	(785)	(3,294)
Gain on disposal of quoted investments	3,972	35,826
Gain on disposal of property, plant and equipment	24	55
Unrealised foreign exchange gain/(loss)	995	(1,678)

B 13 Auditors' report on preceding annual financial statements

The auditors' report on the financial statements for the financial year ended 31 August 2017 was not qualified.

By Order of the Board

Gan Kok Tiong
Company Secretary
30 October 2018