

**Chin Teck Plantations Berhad 195801000113 (3250-V)**  
**(Incorporated in Malaysia)**

**Condensed consolidated statements of profit or loss**  
**For the first financial quarter ended 30 November 2021**

	First financial quarter		Three months	
	30.11.2021 RM'000	30.11.2020 RM'000	30.11.2021 RM'000	30.11.2020 RM'000
<b>Revenue</b>	58,203	45,406	58,203	45,406
Cost of sales	(24,894)	(21,972)	(24,894)	(21,972)
<b>Gross profit</b>	<u>33,309</u>	<u>23,434</u>	<u>33,309</u>	<u>23,434</u>
<b>Other items of income</b>				
Interest income	1,403	2,236	1,403	2,236
Dividend income	440	433	440	433
Other income	2,085	540	2,085	540
<b>Other items of expense</b>				
Selling expenses	(903)	(1,104)	(903)	(1,104)
Administrative expenses	(5,340)	(5,397)	(5,340)	(5,397)
Other expenses	(330)	(1,314)	(330)	(1,314)
Share of results of an associate and joint ventures	<u>3,988</u>	<u>1,211</u>	<u>3,988</u>	<u>1,211</u>
<b>Profit before tax</b>	<u>34,652</u>	<u>20,039</u>	<u>34,652</u>	<u>20,039</u>
Income tax expense	(7,169)	(4,268)	(7,169)	(4,268)
<b>Profit net of tax</b>	<u>27,483</u>	<u>15,771</u>	<u>27,483</u>	<u>15,771</u>
<b>Earnings per stock unit attributable to owners of the Company (sen per stock unit)</b>				
Basic	30.08	17.26	30.08	17.26
Diluted	<u>30.08</u>	<u>17.26</u>	<u>30.08</u>	<u>17.26</u>

**Chin Teck Plantations Berhad 195801000113 (3250-V)**  
**(Incorporated in Malaysia)**

**Condensed consolidated statements of comprehensive income**  
**For the first financial quarter ended 30 November 2021**

	First financial quarter		Three months	
	30.11.2021 RM'000	30.11.2020 RM'000	30.11.2021 RM'000	30.11.2020 RM'000
<b>Profit net of tax</b>	27,483	15,771	27,483	15,771
<b>Other comprehensive (loss)/income:</b>				
<b>Other comprehensive (loss)/income that may be reclassified to profit or loss in subsequent periods:</b>				
Foreign currency translation	191	1,964	191	1,964
Net (loss)/gain on fair value changes of investment securities	(335)	100	(335)	100
- Transfer to profit or loss upon disposal	-	1	-	1
- Net (loss)/gain on fair value changes of of investment securities	(335)	99	(335)	99
<b>Total other comprehensive (loss)/income that may be reclassified to profit or loss in subsequent periods</b>	(144)	2,064	(144)	2,064
<b>Other comprehensive (loss)/income that will not be reclassified to profit or loss in subsequent periods:</b>				
Net (loss)/gain on fair value changes of investment securities	(103)	5,348	(103)	5,348
Share of other comprehensive loss of joint ventures	(4)	(6)	(4)	(6)
<b>Total other comprehensive (loss)/income that will not be reclassified to profit or loss in subsequent periods</b>	(107)	5,342	(107)	5,342
<b>Total other comprehensive (loss)/income</b>	(251)	7,406	(251)	7,406
<b>Total comprehensive income</b>	27,232	23,177	27,232	23,177

**Chin Teck Plantations Berhad 195801000113 (3250-V)**  
**(Incorporated in Malaysia)**

**Condensed consolidated statements of financial position**  
**As at 30 November 2021**

	<b>30.11.2021</b>	<b>31.8.2021</b>
	<b>RM'000</b>	<b>RM'000</b>
<b>Assets</b>		
<b>Non-current assets</b>		
Property, plant and equipment	122,915	122,903
Investments in an associate and joint ventures	169,043	164,868
Investment securities	90,321	91,457
	<u>382,279</u>	<u>379,228</u>
<b>Current assets</b>		
Inventories	6,169	6,106
Consumable biological assets	9,651	8,741
Receivables	18,272	20,282
Income tax recoverable	6	2
Cash and bank balances	382,088	356,937
	<u>416,186</u>	<u>392,068</u>
<b>Total assets</b>	<u>798,465</u>	<u>771,296</u>
<b>Current liabilities</b>		
Payables	13,670	14,302
Income tax payable	2,213	2,165
	<u>15,883</u>	<u>16,467</u>
<b>Non-current liabilities</b>		
Deferred tax liabilities	24,605	24,084
<b>Total liabilities</b>	<u>40,488</u>	<u>40,551</u>
<b>Equity attributable to owners of the Company</b>		
Share capital	111,017	111,017
Other reserves	(3,820)	(3,258)
Retained profits	650,780	622,986
Total equity	<u>757,977</u>	<u>730,745</u>
<b>Total equity and liabilities</b>	<u>798,465</u>	<u>771,296</u>
<b>Net assets per stock unit attributable to owners of the Company (RM)</b>	<u>8.30</u>	<u>8.00</u>

**Chin Teck Plantations Berhad 195801000113 (3250-V)**  
**(Incorporated in Malaysia)**

**Condensed consolidated statements of changes in equity**  
**For the first financial quarter ended 30 November 2021**

	Non-distributable		Distributable	
	Share capital	Other reserves	Retained profits	
Equity attributable to owners of the Company, total	Share capital	Other reserves	Retained profits	
RM'000	RM'000	RM'000	RM'000	
<b>As at 1 September 2020</b>	680,151	111,017	(11,608)	580,742
Profit for the period	15,771	-	-	15,771
Other comprehensive income	7,406	-	7,406	-
<b>As at 30 November 2020</b>	703,328	111,017	(4,202)	596,513
<b>As at 1 September 2021</b>	730,745	111,017	(3,258)	622,986
Profit for the period	27,483	-	-	27,483
Other comprehensive income	(251)	-	(251)	-
Transfer of fair value adjustment reserve to retained profits upon disposal of investment securities	-	-	(311)	311
<b>As at 30 November 2021</b>	757,977	111,017	(3,820)	650,780

**Chin Teck Plantations Berhad 195801000113 (3250-V)**  
**(Incorporated in Malaysia)**

**Condensed consolidated statements of cash flows**  
**For the first financial quarter ended 30 November 2021**

	<b>Three months</b>	
	<b>30.11.2021</b>	<b>30.11.2020</b>
	<b>RM'000</b>	<b>RM'000</b>
<b>Operating activities</b>		
Profit before tax	34,652	20,039
Adjustments for:		
Amortisation of right-of-use assets	79	79
Depreciation of property, plant and equipment	1,664	1,588
Dividend income	(440)	(433)
Fair value (gain)/loss on consumable biological assets	(910)	760
Interest income	(1,403)	(2,236)
Net fair value loss on investment securities (transfer to profit or loss upon disposal)	-	1
Property, plant and equipment written off	-	8
Share of results of an associate and joint ventures	(3,988)	(1,211)
Unrealised loss on foreign exchange	330	544
Total adjustments	(4,668)	(900)
<b>Operating cash flows before changes in working capital</b>	<b>29,984</b>	<b>19,139</b>
Changes in working capital		
(Increase)/decrease in inventories	(63)	937
(Increase)/decrease in receivables	(1,529)	3,604
(Decrease)/increase in payables	(632)	716
Total changes in working capital	(2,224)	5,257
<b>Cash flows from operations</b>	<b>27,760</b>	<b>24,396</b>
Income taxes paid	(6,605)	(2,701)
<b>Net cash flows generated from operating activities</b>	<b>21,155</b>	<b>21,695</b>
<b>Investing activities</b>		
Changes in deposits with maturity of more than 3 months	(324)	13,737
Dividend received from:		
- an associate	4,104	4,104
- investment securities	386	433
Interest received	839	1,769
Proceeds from disposal of:		
- investment securities	752	2,275
Purchase of:		
- investment securities	-	(3,020)
- property, plant and equipment	(1,755)	(1,520)
<b>Net cash flows generated from investing activities</b>	<b>4,002</b>	<b>17,778</b>

**Condensed consolidated statements of cash flows**  
**For the first financial quarter ended 30 November 2021 (cont'd.)**

	<b>Three months</b>	
	<b>30.11.2021</b>	<b>30.11.2020</b>
	<b>RM'000</b>	<b>RM'000</b>
<b>Net increase in cash and cash equivalents</b>	25,157	39,473
<b>Effects of exchange rate changes on cash and cash equivalents</b>	(330)	(544)
<b>Cash and cash equivalents at 1 September 2021/2020</b>	104,033	116,688
<b>Cash and cash equivalents at 30 November</b>	<u>128,860</u>	<u>155,617</u>
 <b>Cash and cash equivalents at 30 November comprise:</b>		
Cash on hand and at banks	61,147	54,996
Deposits with financial institutions	<u>320,941</u>	<u>295,344</u>
	382,088	350,340
Less: deposits with maturity of more than 3 months	<u>(253,228)</u>	<u>(194,723)</u>
	<u>128,860</u>	<u>155,617</u>

**Notes to the interim financial report - 30 November 2021**

**A Explanatory notes - MFRS 134: Interim Financial Reporting**

**A 1 Basis of preparation**

The interim financial report has been prepared in accordance with Malaysian Financial Reporting Standard ("MFRS") 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 2021.

The interim financial report is prepared under the same accounting policies and methods of computation as compared with the annual financial statements for the financial year ended 31 August 2021, except for the adoption of those standards and amendments to standards that are issued and effective for annual periods beginning on or after 1 January 2021. Adoption of those standards and amendments to standards did not have any effects on the financial performance or the financial position of the Group.

The Group has not adopted those standards and amendments to standards that have been issued but not yet effective. The directors expect that the adoption of those standards and amendments to standards would not have any material impact on the financial statements in the period of initial application.

**A 2 Seasonal or cyclical nature of operations**

The revenue and earnings are impacted by the production of fresh fruit bunches ("ffb") and volatility of the selling prices of ffb, crude palm oil ("CPO") and palm kernel ("PK").

The production of ffb 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 2021:

	<b>Hectares</b>			
Mature	9,754			
Replanting and immature	1,206			
	<u>10,960</u>			
	<b>First financial quarter</b>		<b>Three months</b>	
	<b>30.11.2021</b>	<b>30.11.2020</b>	<b>30.11.2021</b>	<b>30.11.2020</b>
Production ffb	Tonnes	Tonnes	Tonnes	Tonnes
Own estates	46,662	54,973	46,662	54,973
Purchase	9,485	12,931	9,485	12,931
	<u>56,147</u>		<u>67,904</u>	

**Notes to the interim financial report - 30 November 2021**

**A 2 Seasonal or cyclical nature of operations (cont'd.)**

	First financial quarter		Three months	
	30.11.2021	30.11.2020	30.11.2021	30.11.2020
CPO	9,541	11,377	9,541	11,377
PK	2,214	2,772	2,214	2,772
Extraction rate				
CPO	19.78%	19.86%	19.78%	19.86%
PK	4.59%	4.84%	4.59%	4.84%
Average selling prices	RM per tonne	RM per tonne	RM per tonne	RM per tonne
ffb	1,111	641	1,111	641
CPO	4,354	2,878	4,354	2,878
PK	3,243	1,660	3,243	1,660

**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.

**COVID-19**

The unprecedented COVID-19 pandemic has severely impacted the global economy. In Malaysia, to contain the spread of COVID-19, the Government imposed movement control measures but enabled industries providing essential services including the oil palm industry to operate provided they employ risk mitigation measures.

The Group has assessed that it has not been significantly affected by the COVID-19 pandemic for the first financial quarter and three months ended 30 November 2021. As at the date of authorisation of the interim financial statements, the scale and duration of the economic uncertainties arising from the COVID-19 pandemic, could not be reasonably estimated. The Group is closely monitoring the evolving situation of the COVID-19 pandemic and its related financial effects, if any, on the financial statements of the Group will be reflected in the annual financial statements for the financial year ending 31 August 2022.

**A 4 Changes in estimates of amounts reported**

There were no changes in estimates of amounts reported in prior interim periods that had a material effect in the current financial 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 2021.



**Notes to the interim financial report - 30 November 2021**

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

As at 30 November 2021, the Group did not have any financial liability measured at fair value through profit or loss.

**A 7 Dividends paid**

No dividends were paid during the three months ended 30 November 2021.

**A 8 Segment information**

The chief operating decision-maker has been identified as the Board of Directors. The Board reviews the internal reporting of the Group 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 ffb, CPO and PK and is wholly carried out in Malaysia.

The segment information are as follows:

	<b>First financial quarter</b>		<b>Three months</b>	
	<b>30.11.2021</b>	<b>30.11.2020</b>	<b>30.11.2021</b>	<b>30.11.2020</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
Revenue from external customers	58,203	45,406	58,203	45,406
Revenue from major customers	47,705	35,477	47,705	35,477
Amortisation of right-of-use assets	79	79	79	79
Depreciation of property, plant and equipment	1,664	1,588	1,664	1,588
Reportable segment profit	<u>29,150</u>	<u>16,702</u>	<u>29,150</u>	<u>16,702</u>
Reportable segment profit is reconciled as follows:				
Total profit for reportable segment	29,150	16,702	29,150	16,702
Share of results of an associate and joint ventures	3,988	1,211	3,988	1,211
Interest income	1,403	2,236	1,403	2,236
Dividend income	440	433	440	433
Other income	1	2	1	2
Other expenses	(330)	(545)	(330)	(545)
Profit before tax	<u>34,652</u>	<u>20,039</u>	<u>34,652</u>	<u>20,039</u>

**Notes to the interim financial report - 30 November 2021**

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

	<b>As at 30.11.2021 RM'000</b>	<b>As at 31.8.2021 RM'000</b>
Reportable segment assets	163,352	161,225
Reportable segment liabilities	13,670	14,302
Reportable segment assets are reconciled as follows:		
Total assets for reportable segment	163,352	161,225
Investments in an associate and joint ventures	169,043	164,868
Investment securities	90,321	91,457
Unallocated assets	375,749	353,746
Total assets	<u>798,465</u>	<u>771,296</u>
Reportable segment liabilities are reconciled as follows:		
Total liabilities for reportable segment	13,670	14,302
Income tax payable	2,213	2,165
Deferred tax liabilities	24,605	24,084
Total liabilities	<u>40,488</u>	<u>40,551</u>

**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 2021.

Capital commitments as at 30 November 2021: -

	<b>RM'000</b>
Approved and contracted for	<u>6,955</u>

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

Other than the declaration of the first interim and special, single tier dividend, totalling 13 sen per stock unit which will be paid on 28 January 2022, 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 2021.

**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 2021.

**Notes to the interim financial report - 30 November 2021**

**A 13 Related party disclosures**

	<b>Three months 30.11.2021 RM'000</b>
(a) A company in which certain directors and certain substantial shareholders have interest:	
Marketing consultancy fee	<u>52</u>
(b) A joint venture in which certain directors and certain substantial shareholders have interest:	
Management fee	<u>637</u>

**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 financial quarter under review compared with preceding financial year corresponding financial quarter.**

Revenue in the current financial quarter under review improved by 28.18% to RM58,203,000 from RM45,406,000 a year ago due to significant increases in the average selling prices of ffb, CPO and PK even though the sales volume decreased.

Production and purchase of ffb decreased. Correspondingly, the production of CPO and PK also decreased.

Overall profit contributed from an associate and joint ventures were higher mainly due to profit contributed from the joint ventures engaged in oil palm plantation in Indonesia opposed to loss incurred in the preceding year corresponding financial quarter and an increase in profit contributed by an associate engaged in property development.

Since previous financial years, the unrest in the surrounding villages located in the vicinity of the plantations in Lampung Province, Indonesia has caused the disruption in routine harvesting of ffb. The oil palm plantations have since commenced harvesting activities and mill operations. Total area accessed is approximately 53.61% of the total planted area.

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

Overall, profit net of tax improved by 74.26% to RM27,483,000 from RM15,771,000 mainly due to significant improvement in revenue.

**Notes to the interim financial report - 30 November 2021**

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

	<b>First financial quarter 30.11.2021 RM'000</b>	<b>Fourth financial quarter 31.8.2021 RM'000</b>
<b>Revenue</b>	58,203	51,751
Cost of sales	(24,894)	(22,755)
<b>Gross profit</b>	<u>33,309</u>	<u>28,996</u>
<b>Other items of income</b>		
Interest income	1,403	1,630
Dividend income	440	2,304
Other income	2,085	4,012
<b>Other items of expense</b>		
Selling expenses	(903)	(888)
Administrative expenses	(5,340)	(6,195)
Other expenses	(330)	(1,009)
Share of results of an associate and joint ventures	<u>3,988</u>	<u>(4,755)</u>
<b>Profit before tax</b>	<u><u>34,652</u></u>	<u><u>24,095</u></u>

Revenue in the first financial quarter under review improved by 12.47% to RM58,203,000 when compared with the immediate preceding financial quarter. The average selling prices and sales volume of ffb, CPO and PK were higher.

Production of ffb was higher, however, purchase of ffb was lower. Overall, the production of CPO and PK were lower.

Dividend income was substantially lower.

Other income decreased mainly due to reduction in fair value gain on consumable biological assets.

Share of results of an associate and joint ventures reversed from overall loss to overall profit mainly due to profit contributed by the joint ventures engaged in oil palm plantation in Indonesia opposed to loss incurred in the immediate preceding financial quarter and an increase in profit contributed by an associate engaged in property development.

Overall, profit before tax increased by 43.81% to RM34,652,000 mainly due to reasons mentioned above.

**Notes to the interim financial report - 30 November 2021**

**B 3 Prospects for financial year ending 31 August 2022**

The prevailing strong selling prices of CPO are expected to continue and this would have a favourable impact on the financial performance for the financial year ending 31 August 2022.

**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**

	<b>First financial quarter 30.11.2021 RM'000</b>	<b>Three months 30.11.2021 RM'000</b>
Income tax:		
Current provision	6,648	6,648
Deferred income tax	521	521
	<u>7,169</u>	<u>7,169</u>

The effective tax rate for the first financial quarter and three months ended 30 November 2021 was lower than the statutory tax rate mainly due to the effects of share of results of an associate and joint ventures.

**B 6 Borrowings and debt securities**

As at 30 November 2021, 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.

There were no further subscription of shares in Chin Thye Investment Pte Ltd during the first financial quarter under review.

As at 30 November 2021, the Company had subscribed 13,510,000 shares in Chin Thye Investment Pte Ltd for a total cash consideration of RM32,539,000.

**Notes to the interim financial report - 30 November 2021**

**B 7 Status of corporate proposals (cont'd.)**

**As at**  
**30.11.2021**  
**RM'000**

Remaining capital and investment outlay 17,861

**B 8 Derivatives financial instruments**

There were no derivatives financial instruments transacted during the three months period ended 30 November 2021.

**B 9 Material litigation**

There were no material litigations as at 31 August 2021 and at the date of issue of this interim financial report.

**B 10 Dividends**

(i) A first interim single tier dividend of 8 sen per stock unit and a special single tier dividend of 5 sen per stock unit in respect of the financial year ending 31 August 2022 were declared on 27 December 2021 and will be paid on 28 January 2022.

(ii) The total dividends for the current financial year ending 31 August 2022:

<u>Type of dividend</u>	<u>sen per stock unit</u>
First interim, single tier	8.00
Special, single tier	<u>5.00</u>
	<u>13.00</u>

(iii) The total dividends for the financial year ended 31 August 2021:

<u>Type of dividend</u>	<u>sen per stock unit</u>
First interim, single tier	8.00
Special, single tier	3.00
Second interim, single tier	8.00
Special, single tier	<u>11.00</u>
	<u>30.00</u>

**Notes to the interim financial report - 30 November 2021**

**B 11 Earnings per stock unit**

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

	First financial quarter		Three months	
	30.11.2021	30.11.2020	30.11.2021	30.11.2020
Profit attributable to owners of the Company (RM'000)	27,483	15,771	27,483	15,771
Weighted average number of stock units ('000)	91,363	91,363	91,363	91,363
Earnings per stock unit (sen)				
Basic	30.08	17.26	30.08	17.26
Diluted	30.08	17.26	30.08	17.26

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**

	First	Three months
	financial quarter 30.11.2021 RM'000	30.11.2021 RM'000
Interest income	1,403	1,403
Other income including investment income	440	440
Interest expense	-	-
Amortisation and depreciation	(1,743)	(1,743)
Provision for and write off of receivables	-	-
Provision for and write off of inventories	-	-
Gain/(loss) on disposal of unquoted investments	-	-
Gain/(loss) on disposal of properties	-	-
Impairment of investment in a joint venture	-	-
Net fair value loss on investment securities (transfer of fair value adjustment reserve to profit or loss upon disposal)	-	-
Net fair value gain on investment securities (transfer of fair value adjustment reserve to retained profits upon disposal)	311	311
Foreign exchange (loss)/gain	(330)	(330)
Gain/(loss) on derivatives	-	-
Other material items	-	-

**B 13 Auditors' report on preceding annual financial statements**

The auditors' report on the financial statements for the financial year ended 31 August 2021 was not qualified.