



IOI GROUP

IOI CORPORATION BERHAD (9027-W)
(Incorporated in Malaysia)

**Interim Report
For The Financial Period Ended
31 December 2010**

Interim Report For The Financial Period Ended 31 December 2010

(The figures have not been audited)

Condensed Consolidated Income Statement

	INDIVIDUAL QUARTER (Q2)		CUMULATIVE QUARTER (6 Mths)	
	CURRENT YEAR QUARTER	PRECEDING YEAR CORRESPONDING QUARTER	CURRENT YEAR TO DATE	PRECEDING YEAR CORRESPONDING PERIOD
	31/12/2010 RM'000	31/12/2009 RM'000	31/12/2010 RM'000	31/12/2009 RM'000
Revenue	3,970,487	3,060,237	7,489,747	6,335,697
Operating profit	671,422	623,147	1,330,070	1,280,436
Interest income	11,407	14,694	20,982	25,815
Finance cost	(33,704)	(55,153)	(65,503)	(114,519)
Share of results of associates	31,420	15,212	48,830	30,662
Share of results of jointly controlled entities	8,779	341	16,691	963
Profit before taxation	689,324	598,241	1,351,070	1,223,357
Taxation	(135,593)	(122,494)	(284,750)	(259,345)
Profit for the period	553,731	475,747	1,066,320	964,012
Profits attributable to:				
Owners of the parent	520,238	461,211	1,018,366	939,593
Non-controlling interests	33,493	14,536	47,954	24,419
	553,731	475,747	1,066,320	964,012
Earnings per share for profit attributable to owners of the parent (sen)				
Basic	8.15	7.71	15.96	15.72
Diluted	8.04	7.29	14.72	14.66

(The condensed consolidated income statement should be read in conjunction with the audited financial statements for the financial year ended 30 June 2010 and the accompanying explanatory notes attached to this interim financial report.)

Interim Report For The Financial Period Ended 31 December 2010

(The figures have not been audited)

Condensed Consolidated Statement of Comprehensive Income

	INDIVIDUAL QUARTER (Q2)		CUMULATIVE QUARTER (6 Mths)	
	CURRENT YEAR QUARTER	PRECEDING YEAR CORRESPONDING QUARTER	CURRENT YEAR TO DATE	PRECEDING YEAR CORRESPONDING PERIOD
	31/12/2010	31/12/2009	31/12/2010	31/12/2009
	RM'000	RM'000	RM'000	RM'000
Profit for the period	553,731	475,747	1,066,320	964,012
Other comprehensive income				
Exchange differences on translation of foreign operations	(44,213)	(47,888)	55,196	3,434
Other comprehensive income for the period	(44,213)	(47,888)	55,196	3,434
Total comprehensive income for the period, net of tax	509,518	427,859	1,121,516	967,446
Total comprehensive income attributable to:				
Owners of the parent	474,533	413,551	1,071,385	942,702
Non-controlling interests	34,985	14,308	50,131	24,744
	509,518	427,859	1,121,516	967,446

(The condensed consolidated statement of comprehensive income should be read in conjunction with the audited financial statements for the financial year ended 30 June 2010 and the accompanying explanatory notes attached to this interim financial report.)

Interim Report For The Financial Period Ended 31 December 2010

(The figures have not been audited)

Condensed Consolidated Statement of Financial Position

	AS AT END OF CURRENT QUARTER 31/12/2010 RM'000	AS AT PRECEDING FINANCIAL YEAR END (Restated) 30/06/2010 RM'000
ASSETS		
Non-current assets		
Property, plant & equipment	5,522,098	5,434,932
Prepaid lease payments	29,350	29,506
Land held for property development	865,223	913,328
Investment properties	893,228	1,113,545
Other long term investments	-	29,783
Goodwill on consolidation	513,830	513,830
Associates	616,553	572,223
Jointly controlled entities	1,734,710	1,549,245
Derivative financial assets	64,688	-
Deferred tax assets	29,333	26,915
	10,269,013	10,183,307
Current assets		
Property development costs	341,290	357,181
Inventories	2,176,867	1,575,320
Receivables	1,514,659	1,345,913
Derivative financial assets	265,992	-
Short term investments	70,302	4,390
Short term funds	2,616,632	3,108,216
Short term deposits	213,315	362,182
Cash and bank balances	772,667	406,908
	7,971,724	7,160,110
TOTAL ASSETS	18,240,737	17,343,417

(The condensed consolidated statement of financial position should be read in conjunction with the audited financial statements for the financial year ended 30 June 2010 and the accompanying explanatory notes attached to this interim financial report.)

Interim Report For The Financial Period Ended 31 December 2010

(The figures have not been audited)

Condensed Consolidated Statement of Financial Position (Continued)

	AS AT END OF CURRENT QUARTER 31/12/2010 RM'000	AS AT PRECEDING FINANCIAL YEAR END (Restated) 30/06/2010 RM'000
EQUITY AND LIABILITIES		
Equity attributable to owners of the parent		
Share capital	670,020	667,552
Share premium	3,649,631	3,542,923
Other reserves	(212,048)	(78,028)
Treasury shares	(1,767,552)	(1,767,552)
Retained earnings	8,740,980	8,415,286
	<u>11,081,031</u>	<u>10,780,181</u>
Non-controlling interest	302,501	289,292
Total equity	<u>11,383,532</u>	<u>11,069,473</u>
Non-current liabilities		
Long term borrowings	4,401,471	4,348,281
Derivative financial liabilities	44,023	-
Other long term liabilities	28,458	27,906
Deferred tax liabilities	434,262	465,123
	<u>4,908,214</u>	<u>4,841,310</u>
Current liabilities		
Payables	981,952	940,945
Derivative financial liabilities	310,553	-
Short term borrowings	476,106	409,050
Provision for taxation	180,380	82,639
	<u>1,948,991</u>	<u>1,432,634</u>
Total liabilities	<u>6,857,205</u>	<u>6,273,944</u>
TOTAL EQUITY AND LIABILITIES	<u>18,240,737</u>	<u>17,343,417</u>
Net assets per share attributable to owners of the parent (RM)	1.73	1.69

(The condensed consolidated statement of financial position should be read in conjunction with the audited financial statements for the financial year ended 30 June 2010 and the accompanying explanatory notes attached to this interim financial report.)

Interim Report For The Financial Period Ended 31 December 2010

(The figures have not been audited)

Condensed Consolidated Statement of Cash Flows

	6 Months Ended 31/12/2010 RM'000	6 Months Ended 31/12/2009 RM'000
Operating Activities		
Profit before taxation	1,351,070	1,223,357
Adjustments for:		
Depreciation	119,685	112,546
Other non-cash items	(154,021)	(83,442)
Operating profit before working capital changes	<u>1,316,734</u>	1,252,461
Net changes in working capital	(674,901)	70,186
Cash generated from operations	641,833	1,322,647
Other payments	(852)	(1,894)
Taxes paid	(204,988)	(203,875)
Net cash inflow from operating activities	<u>435,993</u>	1,116,878
Investing Activities		
Proceeds from disposal of investment properties	330,660	-
Other investments	24,356	(369)
Equity investments	13,623	33,626
Investment in land held for development	(37,389)	(55,288)
Property, plant and equipment	(188,828)	(205,514)
Payment made to jointly controlled entities	(105,502)	(138,446)
Net cash inflow/(outflow) from investing activities	<u>36,920</u>	(365,991)
Financing Activities		
Proceeds from rights issue	-	1,156,582
Issuance of shares (net)	20,752	16,200
Dividends paid to non-controlling interests	(34,754)	(5,778)
Repurchase of 3rd Exchangeable Bonds	(69,122)	-
Bank borrowings	(45,988)	(50,946)
Dividends paid	(638,135)	(119,556)
Net cash (outflow)/inflow from financing activities	<u>(767,247)</u>	996,502
Net (decrease)/increase in cash and cash equivalents	(294,334)	1,747,389
Cash and cash equivalents at beginning of period	3,877,306	2,459,382
Effect of exchange rate changes	19,642	(636)
Cash and cash equivalents at end of period	<u>3,602,614</u>	<u>4,206,135</u>

(The condensed consolidated statement of cash flows should be read in conjunction with the audited financial statements for the financial year ended 30 June 2010 and the accompanying explanatory notes attached to this interim financial report.)

Interim Report For The Financial Period Ended 31 December 2010

(The figures have not been audited)

Condensed Consolidated Statement Of Changes In Equity

(RM'000)	Attributable to owners of the parent						Total	Non-controlling interests	Total equity
	Share capital	Share premium	Capital reserve	Foreign currency translation reserve	Treasury shares	Retained earnings			
As at 1 July 2010									
As previously reported	667,552	3,542,923	294,719	(372,747)	(1,767,552)	8,415,286	10,780,181	289,292	11,069,473
Effect of adopting FRS 139	-	-	(184,567)	-	-	(55,327)	(239,894)	4	(239,890)
As restated	667,552	3,542,923	110,152	(372,747)	(1,767,552)	8,359,959	10,540,287	289,296	10,829,583
Total comprehensive income	-	-	-	53,019	-	1,018,366	1,071,385	50,131	1,121,516
Transactions with owners									
Dividend paid in respect of previous financial year	-	-	-	-	-	(638,135)	(638,135)	-	(638,135)
Issue of shares arising from exercise of share options	647	25,127	(5,022)	-	-	-	20,752	-	20,752
Issue of shares arising from the exchange of 2nd Exchangeable Bonds	1,821	81,581	-	-	-	-	83,402	-	83,402
Recognition of share option expenses	-	-	2,550	-	-	-	2,550	-	2,550
Arising from acquisition of additional interest in subsidiaries	-	-	-	-	-	790	790	(2,172)	(1,382)
Dividend paid to non-controlling interests	-	-	-	-	-	-	-	(34,754)	(34,754)
As at 31 December 2010	670,020	3,649,631	107,680	(319,728)	(1,767,552)	8,740,980	11,081,031	302,501	11,383,532

(The condensed consolidated statement of changes in equity should be read in conjunction with the audited financial statements for the financial year ended 30 June 2010 and the accompanying explanatory notes attached to this interim financial report.)



Interim Report For The Financial Period Ended 31 December 2010

(The figures have not been audited)

Condensed Consolidated Statement Of Changes In Equity (Continued)

(RM'000)	Attributable to owners of the parent						Total	Non-controlling interests	Total equity
	Share capital	Share premium	Capital reserve	Foreign currency translation reserve	Treasury shares	Retained earnings			
As at 1 July 2009	624,680	2,319,136	326,323	(49,479)	(1,732,431)	6,858,061	8,346,290	426,156	8,772,446
Total comprehensive income	-	-	-	3,109	-	939,593	942,702	24,744	967,446
Transactions with owners									
Dividend paid in respect of previous financial year	-	-	-	-	-	(119,556)	(119,556)	-	(119,556)
Issue of shares arising from exercise of share options	585	19,429	(3,814)	-	-	-	16,200	-	16,200
Recognition of share option expenses	-	-	5,244	-	-	-	5,244	-	5,244
Arising from acquisition of additional interest in subsidiaries	2,114	77,797	-	-	-	50,474	130,385	(142,013)	(11,628)
Arising from rights issue of the Company	39,882	1,116,700	-	-	-	-	1,156,582	-	1,156,582
Dividend paid to non-controlling interests	-	-	-	-	-	-	-	(5,778)	(5,778)
As at 31 December 2009	667,261	3,533,062	327,753	(46,370)	(1,732,431)	7,728,572	10,477,847	303,109	10,780,956

(The condensed consolidated statement of changes in equity should be read in conjunction with the audited financial statements for the financial year ended 30 June 2010 and the accompanying explanatory notes attached to this interim financial report.)

Interim Report For The Financial Period Ended 31 December 2010

(The figures have not been audited)

a) Accounting Policies

The interim financial report is unaudited and has been prepared in accordance with Financial Reporting Standard ("FRS") 134 "Interim Financial Reporting" and paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad. The report should be read in conjunction with the audited financial statements of the Group for the financial year ended 30 June 2010.

These explanatory notes attached to the interim financial statements provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group since the financial year ended 30 June 2010.

The accounting policies and methods of computation adopted by the Group in this interim financial report are consistent with those adopted in the annual financial statements for the financial year ended 30 June 2010 except for the adoption of the following new/revised FRSs, amendments to FRSs and IC Interpretations :

Effective for annual financial period beginning on or after 1 January 2010

FRS 4	Insurance Contracts
FRS 7	Financial Instruments: Disclosures
FRS 101	Presentation of Financial Statements
FRS 123	Borrowing Costs
FRS 139	Financial Instruments: Recognition and Measurement
Amendments to FRS 1	First-time Adoption of Financial Reporting Standards
Amendments to FRS 2	Share-based Payment
Amendments to FRS 132	Financial Instruments: Presentation
Amendments to FRS 139, FRS 7 and IC Interpretation 9	Financial Instruments: Recognition and Measurement Financial Instruments: Disclosures Reassessment of Embedded Derivatives
Improvements to FRSs (2009)	
Amendment to FRS 5	Non-Current Assets Held for Sale and Discontinued Operations
Amendment to FRS 8	Operating Segments
Amendment to FRS 107	Statement of Cash Flows
Amendment to FRS 108	Accounting Policies, Changes in Accounting Estimates and Errors
Amendment to FRS 110	Events after the Reporting Period
Amendment to FRS 116	Property, Plant and Equipment
Amendment to FRS 117	Leases
Amendment to FRS 118	Revenue
Amendment to FRS 119	Employee Benefits
Amendment to FRS 120	Accounting for Government Grants and Disclosure of Government Assistance
Amendment to FRS 123	Borrowing Costs
Amendment to FRS 127	Consolidated and Separate Financial Statements
Amendment to FRS 128	Investments in Associates
Amendment to FRS 129	Financial Reporting in Hyperinflationary Economies
Amendment to FRS 131	Interests in Joint Ventures
Amendment to FRS 134	Interim Financial Reporting
Amendment to FRS 136	Impairment of Assets
Amendment to FRS 138	Intangible Assets
Amendment to FRS 140	Investment Property
IC Interpretation 9	Reassessment of Embedded Derivatives
IC Interpretation 10	Interim Financial Reporting and Impairment
IC Interpretation 11	FRS 2 – Group and Treasury Share Transactions
IC Interpretation 13	Customer Loyalty Programmes
IC Interpretation 14	FRS 119 – The Limit on a Defined Benefit Asset, Minimum Funding Requirements and Their Interaction

Interim Report For The Financial Period Ended 31 December 2010
(The figures have not been audited)

a) Accounting Policies (Continued)

Effective for annual financial period beginning on or after 1 March 2010

Amendments to FRS 132	Financial Instruments: Presentation
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Effective for annual financial period beginning on or after 1 July 2010

FRS 1	First-time Adoption of Financial Reporting Standards
FRS 3	Business Combinations
FRS 127	Consolidated and Separate Financial Statements
Amendments to FRSs	
Amendments to FRS 2	Share-based Payment
Amendments to FRS 5	Non-Current Assets Held for Sale and Discontinued Operations
Amendments to FRS 138	Intangible Assets
Amendments to Interpretation 9	Reassessment of Embedded Derivatives
IC Interpretation 12	Service Concession Arrangements
IC Interpretation 16	Hedges of a Net Investment in a Foreign Operation
IC Interpretation 17	Distributions of Non-cash Assets to Owners

FRS 120, 129 and IC Interpretation 12 are not relevant to the Group's operations.

The adoption of others new FRSs, amendments to FRSs and IC Interpretations do not have any significant financial impact on the results and the financial position of the Group except as described below:

i. FRS 101 Presentation for Financial Statements

FRS 101 introduces changes in the presentation of financial statements. The Standard separates owner and non-owner changes in equity, components of non-owner changes in equity are not permitted to be presented in the statement of changes in equity. A new statement known as the "statement of comprehensive income" is introduced whereby all non-owner changes in equity are required to be presented in either one statement of comprehensive income or in two statements (i.e. a separate income statement and a statement of comprehensive income). The Group has elected the two statements approach. Certain comparative figures have been re-presented to conform to the current period's presentation. Apart from the new presentation as described, there is no other impact on the financial statements arising from the adoption of this Standard.

Interim Report For The Financial Period Ended 31 December 2010

(The figures have not been audited)

a) Accounting Policies (Continued)

ii. FRS 139 Financial Instruments: Recognition and Measurement

FRS 139 establishes the principles for the recognition and measurement of financial assets and financial liabilities including circumstances under which hedge accounting is permitted. The effects arising from the adoption of this standard has been accounted for by adjusting the opening balance of the retained earnings as at 1 July 2010. The major changes and effects arising from the adoption of this Standard are as follows:

Financial Assets

Under FRS 139, an entity may classify its financial assets as financial assets at fair value through profit or loss, held to maturity investments, loans and receivables or available-for-sale financial assets, as appropriate.

The Group's financial assets include financial assets at fair value through profit or loss and loans and receivables:

- Financial assets at fair value through profit or loss

Financial assets at fair value through profit or loss are financial assets that are held for trading (include derivatives) or designated at fair value through profit or loss upon initial recognition. Financial assets designated at fair value through profit or loss include short term investments and short term funds. They are measured at fair value initially and any changes in the fair value subsequently is recognised in profit or loss.

- Loans and receivables

Non-current receivables, previously measured at invoiced amount and subject to impairment, are now classified as loans and receivables and measured at fair value plus transaction costs initially and subsequently, at amortised cost using effective interest method.

When loans and receivables are impaired, the carrying amount of the asset is reduced and the amount of the loss is recognised in profit or loss. Impairment loss is measured as the difference between the asset's carrying amount and the present value of estimated future cash flows (excluding future credit losses that have not been incurred) discounted at the asset's original effective interest rate.

If, in a subsequent period, the amount of the impairment loss decreases and the decrease can be related objectively to an event occurring after the impairment was recognised (such as an improvement in the debtor's credit rating), the impairment loss recognised previously is reversed and recognised in profit or loss.

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(The figures have not been audited)

a) Accounting Policies (Continued)

ii. FRS 139 Financial Instruments: Recognition and Measurement (Continued)

Financial Liabilities

Financial liabilities are measured at fair value through profit or loss or amortised cost using the effective interest method, as appropriate.

All financial liabilities of the Group are measured at amortised cost using the effective interest method except for financial liabilities at fair value through profit or loss, which are held for trading (include derivatives) or designated at fair value through profit or loss upon initial recognition. Financial liabilities designated at fair value through profit or loss include exchangeable bonds.

Derivative Financial Instruments

Prior to adoption of FRS 139, derivative financial instruments were not recognised in the financial statements. With the adoption of FRS 139, derivative financial instruments are initially recognised at fair value on the date the derivative contract is entered into and are subsequently remeasured at fair value through profit or loss. The resulting gain or loss from the remeasurement is recognised in profit or loss. Accordingly, the fair value of the derivative financial instruments is taken up as derivative financial assets or derivative financial liabilities.

Impact on opening balances

In accordance with the transitional provisions for the first time adoption of FRS 139, the above changes in accounting policy have been accounted for prospectively and the comparatives are not restated. The effects arising from the adoption of this standard has been accounted for by adjusting the opening balances in statement of financial position as at 1 July 2010 as follows:

	As at 30 June 2010 RM'000	Effect of Adopting FRS 139 RM'000	As at 1 July 2010 RM'000
Assets			
Other long term investment	29,783	(29,783)	-
Derivative financial assets			
– non current	-	33,431	33,431
Trade and other receivables	1,309,915	69	1,309,984
Derivative financial assets			
– current	-	99,506	99,506
Short term investments	4,390	53,125	57,515
Short term funds	3,108,216	2,503	3,110,719
Liabilities			
Trade and other payables	938,763	(5)	938,758
Derivative financial liabilities			
– current	-	44,840	44,840
Borrowings – non current	4,348,281	332,957	4,681,238
Derivative financial liabilities			
– non current	-	33,675	33,675
Deferred tax liabilities	465,123	(12,726)	452,397

Interim Report For The Financial Period Ended 31 December 2010

(The figures have not been audited)

a) Accounting Policies (Continued)

ii. FRS 139 Financial Instruments: Recognition and Measurement (Continued)

Impact on opening balances (Continued)

	As at 30 June 2010 RM'000	Effect of Adopting FRS 139 RM'000	As at 1 July 2010 RM'000
Equity			
Capital reserves	294,719	(184,567)	110,152
Retained earnings	8,415,286	(55,327)	8,359,959
Non controlling interests	289,292	4	289,296

Impact on profit or loss for the current financial period

	Increase/ (Decrease) RM'000
Net fair value loss on derivative financial instruments	(77,547)
Net fair value gain on financial assets at fair value through profit or loss	29,602
Net fair value loss on financial liabilities at fair value through profit or loss	(77,579)
Interest reduction on reclassification of borrowings as financial liabilities at fair value through profit or loss	38,191
Deferred taxation arising from fair valuation of derivatives	(1,782)
	<u>(89,115)</u>

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(The figures have not been audited)

a) Accounting Policies (Continued)

iii. Amendment to FRS 117 Leases

Prior to the adoption of the Amendment to FRS 117, leasehold lands were treated as operating leases. The considerations paid were classified and presented as prepaid lease payments. With the adoption of the Amendment to FRS 117, the Group has reassessed and determined that leasehold land amounted to RM830,682,000 of the Group are in substance finance leases and has reclassified the said amount to property, plant and equipment. The change in accounting policy has been made retrospectively in accordance with the transitional provisions of the amendment. The reclassification has no effect to the profit or loss of the current financial period ended 31 December 2010 or the comparative prior financial period. The effect of the reclassification to the comparative of the prior financial year's consolidated statement of financial position is as follows:

	As previously reported RM'000	Reclassification RM'000	As restated RM'000
As at 30 June 2010			
Prepaid lease payment	860,188	(830,682)	29,506
Property, plant & equipment	4,604,250	830,682	5,434,932

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(The figures have not been audited)

b) Seasonal or Cyclical Factors

There were no significant seasonal or cyclical factors that affect the business of the Group for the quarter under review.

c) Unusual Items

There are no unusual items affecting assets, liabilities, equity, net income and cash flows for the quarter under review.

d) Material Changes in Estimates of Amounts Reported

There are no changes in estimates of amounts reported in prior interim periods or financial years that have a material effect in the current financial period.

e) Details of Changes in Debt and Equity Securities

i. During the current financial year-to-date, the Company issued:

- 3,628,600 shares of RM0.10 each for cash at RM2.44 per share arising from the exercise of options granted under the Company's Executive Share Option Scheme.
- 2,839,500 shares of RM0.10 each for cash at RM4.19 per share arising from the exercise of options granted under the Company's Executive Share Option Scheme.
- 18,210,122 new ordinary shares of RM0.10 each at RM4.58 per share arising from the exchange of USD23,560,000 Zero Coupon Guaranteed Exchangeable Bonds due 2011.

f) Dividends Paid

	CURRENT YEAR TO DATE RM'000	PRECEDING YEAR CORRESPONDING PERIOD RM'000
Second interim single tier dividend in respect of financial year ended 30 June 2010 - 10.0 sen per ordinary share of RM0.10 each	638,135	-
Third interim single tier dividend in respect of financial year ended 30 June 2009 - 2.0 sen per ordinary share of RM0.10 each	-	119,556
	638,135	119,556

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(The figures have not been audited)

g) Segment Revenue & Results

(RM'000)	Plantation	Property Development	Property Investment	Resource-based Manufacturing	Other Operations	Eliminations	Consolidated
6 Months Ended 31/12/10							
REVENUE							
External Sales	200,563	499,613	51,237	6,671,256	67,078	-	7,489,747
Inter-segment sales	914,283	-	-	-	-	(914,283)	-
Total Revenue	1,114,846	499,613	51,237	6,671,256	67,078	(914,283)	7,489,747
RESULT							
Segment results	709,065	262,289	89,480	135,170	34,183	-	1,230,187
Translation gain on foreign currency denominated borrowings							139,119
Fair value gain on derivative financial instruments							21,121
Fair value loss on financial liabilities							(77,579)
Fair value gain on financial assets							15,254
Other unallocated corporate net income							<u>1,968</u>
Operating profit							1,330,070
Finance cost							(65,503)
Interest income							20,982
Share of results of associates	35,420	-	-	13,410	-	-	48,830
Share of results of jointly controlled entities	-	16,691	-	-	-	-	<u>16,691</u>
Profit before taxation							1,351,070
Taxation							<u>(284,750)</u>
Profit for the period							<u>1,066,320</u>

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(The figures have not been audited)

g) Segment Revenue & Results (Continued)

(RM'000)	Plantation	Property Development	Property Investment	Resource-based Manufacturing	Other Operations	Eliminations	Consolidated
6 Months Ended 31/12/09							
REVENUE							
External Sales	171,390	512,017	47,629	5,523,883	80,778	-	6,335,697
Inter-segment sales	807,375	-	-	-	-	(807,375)	-
Total Revenue	978,765	512,017	47,629	5,523,883	80,778	(807,375)	6,335,697
RESULT							
Segment results	569,689	259,191	28,252	304,306	17,631	-	1,179,069
Translation gain on foreign currency denominated borrowings							129,460
Other unallocated corporate net income							(28,093)
Operating profit							1,280,436
Finance cost							(114,519)
Interest income							25,815
Share of results of associates	20,354	-	-	10,308	-	-	30,662
Share of results of jointly controlled entities	-	963	-	-	-	-	963
Profit before taxation							1,223,357
Taxation							(259,345)
Profit for the period							964,012

The basis of segmentation and measurement of segment profit or loss is consistent with the basis adopted in the last audited annual financial statements. There were also no material changes in segment assets from the amount disclosed in the last audited annual financial statements.

h) Material Events Subsequent to the End of Financial Period

There are no material events subsequent to 31 December 2010 but relating to that period that has not been reflected in the financial statements.

i) Changes in the Composition of the Group

There were no material changes in the composition of the Group during the financial period ended 31 December 2010.

j) Contingent Liabilities

There are no significant changes in contingent liabilities since the last annual balance sheet date.

Interim Report For The Financial Period Ended 31 December 2010

(The figures have not been audited)

Additional Information As Required By Appendix 9b Of Bursa Malaysia Listing Requirements

1) Review of the Performance of the Company and Its Principal Subsidiaries

The Group reported a pre-tax profit of RM689.3 million for Q2 FY2011, which is 15% higher than RM598.2 million reported for Q2 FY2010. The higher profit is due mainly to higher profit contribution from the plantation and property segment.

The plantation segment reported a 14% increase in operating profit to RM363.7 million for Q2 FY2011 as compared to RM319.9 million for Q2 FY2010. The higher profit is mainly due to higher CPO and PK prices realised. Average CPO price realised for Q2 FY2011 is RM2,800/MT compared to RM2,225/MT for Q2 FY2010, while average PK price realised for Q2 FY2011 is RM1,979/MT compared to RM1,089/MT for Q2 FY2010.

The higher operating profit for property development and investment is mainly due to gains recognised on disposal of investment properties amounting to approximately RM61 million during Q2 FY2011.

Despite the higher profits achieved in refining activities, the resource-based manufacturing segment recorded lower profits mainly due to fair value losses on the adoption of FRS 139. During Q2 FY2011, the total fair value losses on derivative contracts recognised is approximately RM73 million.

In the opinion of the Directors, the results for the financial period under review have not been affected by any transaction or event of a material or unusual nature which may have arisen between 31 December 2010 and the date of this announcement.

Interim Report For The Financial Period Ended 31 December 2010

(The figures have not been audited)

Additional Information As Required By Appendix 9b Of Bursa Malaysia Listing Requirements

2) Material Change in Profit Before Taxation for the Current Quarter as Compared with the Immediate Preceding Quarter

The Group reported a pre-tax profit of RM689.3 million for Q2 FY2011, which is 4% higher than the profit reported for Q1 FY2011 of RM661.7 million. Total segment results of the Group for Q2 FY2011 is RM664.6 million, 18% higher than the segment results reported for Q1 FY2011 of RM565.6 million.

The plantation segment reported a 5% increase in operating profit to RM363.7 million for Q2 FY2011 as compared to RM345.3 million for Q1 FY2011. Despite the lower FFB production, the plantation segment recorded higher profits mainly due to an increase in average CPO and PK prices realised.

Operating profit from the property segment for Q2 FY2011 is higher than the preceding quarter by 20%, mainly due to gains on disposal of investment properties of approximately RM61 million.

The resource-based manufacturing segment reported a profit of RM94.8 million in Q2 FY2011, 135% higher than Q1 FY2011 due mainly to higher profit achieved in refining activities.

The analysis of contribution by segment is as follows:

	CURRENT QUARTER RM'000	PRECEDING QUARTER RM'000	DIFFERENCE RM'000	
Plantation	363,729	345,336	18,393	5%
Property development	116,778	145,511	(28,733)	
Property investment	74,741	14,739	60,002	
Total Property	191,519	160,250	31,269	20%
Resource-based manufacturing	94,814	40,356	54,458	135%
Other operations	14,550	19,633	(5,083)	(26%)
Segment results	664,612	565,575	99,037	18%
Translation (loss)/gain on foreign currency denominated borrowings	(20,590)	159,709	(180,299)	(113%)
Fair value gain/(loss) on derivative financial instruments	52,344	(31,223)	83,567	0%
Fair value loss on financial liabilities at fair value through profit or loss	(32,880)	(44,699)	11,819	(26%)
Fair value gain on financial assets at fair value through profit or loss	9,388	5,866	3,522	60%
Other unallocated corporate net (expenses)/income	(1,452)	3,420	(4,872)	(142%)
Operating profit	671,422	658,648	12,774	2%
Interest expense	(33,704)	(31,799)	(1,905)	6%
Interest income	11,407	9,575	1,832	19%
Share of results of associates	31,420	17,410	14,010	80%
Share of results of jointly controlled entities	8,779	7,912	867	11%
Profit before taxation	689,324	661,746	27,578	4%

Interim Report For The Financial Period Ended 31 December 2010

(The figures have not been audited)

Additional Information As Required By Appendix 9b Of Bursa Malaysia Listing Requirements

3) Current Year Prospects

The Group is expected to perform satisfactorily in the current financial year underpinned by strong palm oil and palm kernel prices and a resilient property market.

4) Achievability of forecast results

Not applicable.

5) Variance of Actual Profit from Forecast Results or Profit Guarantee

Not applicable.

6) Taxation

	INDIVIDUAL QUARTER (Q2)		CUMULATIVE QUARTER (6 Mths)	
	CURRENT YEAR QUARTER RM'000	PRECEDING YEAR CORRESPONDING QUARTER RM'000	CURRENT YEAR TO DATE RM'000	PRECEDING YEAR CORRESPONDING PERIOD RM'000
The tax expense comprises the following:				
Current taxation				
- Current year	156,500	129,135	307,068	274,976
- Prior years	44	(119)	(4,753)	(119)
Deferred taxation				
- Current year	(6,896)	(5,022)	(3,415)	(14,222)
- Prior years	(14,055)	(1,500)	(14,150)	(1,290)
	135,593	122,494	284,750	259,345

The effective tax rate of the Group for the current quarter is lower than the statutory tax rate due principally to non taxable income.

Interim Report For The Financial Period Ended 31 December 2010

(The figures have not been audited)

Additional Information As Required By Appendix 9b Of Bursa Malaysia Listing Requirements

7) Profit on Sale of Unquoted Investments and/or Properties

There were no material disposals of unquoted investments and/or properties outside the ordinary course of business of the Group for the current quarter and financial year to-date.

8) Quoted Securities

a) Purchases and disposals of quoted securities during the financial period ended 31 December 2010 are as follows:

	INDIVIDUAL QUARTER (Q2)		CUMULATIVE QUARTER (6 Mths)	
	CURRENT YEAR QUARTER	PRECEDING YEAR CORRESPONDING QUARTER	CURRENT YEAR TO DATE	PRECEDING YEAR CORRESPONDING PERIOD
	RM'000	RM'000	RM'000	RM'000
Total sale proceeds	4,515	-	6,213	-
Total gain on disposal	1,833	-	2,094	-
Total purchases	4,654	7,164	4,654	7,164

b) Total investments in quoted securities as at 31 December 2010 are as follows:

	RM'000
Quoted in Malaysia	
At cost	35,612
At carrying value	63,616
At market value	63,616
Quoted outside Malaysia	
At cost	16,206
At carrying value	5,174
At market value	5,174

Interim Report For The Financial Period Ended 31 December 2010

(The figures have not been audited)

Additional Information As Required By Appendix 9b Of Bursa Malaysia Listing Requirements

9) Status of Corporate Proposals

- a) There is no corporate proposal announced by the Group but not completed as at 9 February 2011 (being a date not earlier than 7 days from the date of issue of the quarterly report).
- b) The status of utilisation of proceeds raised from corporate proposals as at 9 February 2011 (being a date not earlier than 7 days from the date of issue of the quarterly report) is as follows:

3rd Exchangeable Bonds

Purpose	Proposed Utilisation (USD million)	Actual Utilisation (USD million)	Intended Timeframe for Utilisation	Deviation	
				Amount	%
Capital expenditure, investments/acquisitions and working capital	600	533	by January 2011	-	-
Total	600	533		-	-

A total principal amount of USD440,770,000 was redeemed by the Bondholders at the accreted amount of 103.81% on 15 January 2011. The outstanding principal amount subsequent to the redemption is USD4,102,000.

Renounceable Rights Issue

Purpose	Proposed Utilisation (RM million)	Actual Utilisation (RM million)	Intended Timeframe for Utilisation	Deviation	
				Amount	%
Investment and capital expenditure and unless utilised as aforesaid, repayment of borrowings	1,157	-	By December 2011	-	-
Total	1,157	-		-	-

Interim Report For The Financial Period Ended 31 December 2010

(The figures have not been audited)

Additional Information As Required By Appendix 9b Of Bursa Malaysia Listing Requirements

10) Group Borrowings and Debts Securities

Group borrowings and debt securities as at 31 December 2010 are as follows:

	RM'000
a) Short term borrowings	
Secured	
Denominated in RM	79,764
Unsecured	
Denominated in SGD (SGD166,000,000)	396,342
Total Short Term Borrowings	<u>476,106</u>
b) Long term borrowings	
Secured	
Denominated in RM	392
Unsecured	
Denominated in JPY (JPY21,000,000,000)	796,383
Denominated in USD (USD1,167,778,000)	3,604,696
	<u>4,401,079</u>
Total Long Term Borrowings	<u>4,401,471</u>

Interim Report For The Financial Period Ended 31 December 2010
(The figures have not been audited)

Additional Information As Required By Appendix 9b Of Bursa Malaysia Listing Requirements

11) Derivative Financial Instruments

a) The outstanding forward foreign exchange contracts as at 31 December 2010 are as follows:

	Contract/Notional Value (Million) Net long/(short)					Fair Value (RM'Million)			
	Base Currency	<1 year	1 year to 3 years	More than 3 years	Total	<1 year	1 year to 3 years	More than 3 years	Total
Vanilla Contracts									
USD/RM	USD	(788.8)	-	-	(788.8)	39.6	-	-	39.6
JPY/RM	JPY	(567.3)	-	-	(567.3)	(0.1)	-	-	(0.1)
EUR/RM	EUR	(15.0)	-	-	(15.0)	1.4	-	-	1.4
GBP/RM	GBP	(0.9)	-	-	(0.9)	-	-	-	-
USD/RMB	USD	0.1	-	-	0.1	-	-	-	-
CAD/EUR	CAD	0.6	-	-	0.6	-	-	-	-
CHF/EUR	CHF	0.1	-	-	0.1	(0.2)	-	-	(0.2)
GBP/EUR	GBP	(0.9)	-	-	(0.9)	0.4	-	-	0.4
SEK/EUR	SEK	8.2	-	-	8.2	(0.2)	-	-	(0.2)
USD/EUR	USD	2.4	-	-	2.4	(0.2)	-	-	(0.2)
EUR/USD	EUR	(53.5)	-	-	(53.5)	7.0	-	-	7.0
						47.7	-	-	47.7
Swap Contracts									
EUR-USD-EUR	USD	6.1	-	-	6.1	1.0	-	-	1.0
CAD-EUR-CAD	EUR	(0.2)	-	-	(0.2)	-	-	-	-
USD-EUR-USD	EUR	(7.4)	-	-	(7.4)	(1.8)	-	-	(1.8)
EUR-GBP-EUR	GBP	(0.2)	-	-	(0.2)	-	-	-	-
						(0.8)	-	-	(0.8)

The above contracts were entered into as hedges for sales and purchases denominated in foreign currencies and to limit the exposure to potential changes in foreign exchange rates with respect to the Group's foreign currencies denominated financial assets and liabilities.

There is minimal credit risk as the contracts were entered into with reputable banks.

b) The outstanding commodity contracts as at 31 December 2010 are as follows:

	Contract/Notional Value (Million) Net long/(short)					Fair Value (RM'Million)			
	Base Currency	<1 year	1 year to 3 years	More than 3 years	Total	<1 year	1 year to 3 years	More than 3 years	Total
Forward Contracts	USD	(290.6)	-	-	(290.6)	(159.7)	-	-	(159.7)
	RM	554.5	-	-	554.5	64.0	-	-	64.0
Futures	RM	(130.4)	-	-	(130.4)	11.8	-	-	11.8
	USD	(17.6)	-	-	(17.6)	(4.3)	-	-	(4.3)

The above exchange traded commodity contracts were entered into with the objective of managing and hedging the respective exposure of the Group's plantation segment and resource-based manufacturing segment to adverse price movements in vegetable oil commodities.

The associated credit risk is minimal as these contracts were entered into with brokers of commodity exchanges.

Interim Report For The Financial Period Ended 31 December 2010

(The figures have not been audited)

Additional Information As Required By Appendix 9b Of Bursa Malaysia Listing Requirements

11) Derivative Financial Instruments (Continued)

c) The outstanding cross currency swap contracts as at 31 December 2010 are as follows:

	Contract/Notional Value (Million)					Fair Value (RM'Million)			
	Base Currency	<1 year	1 year to 3 years	More than 3 years	Total	<1 year	1 year to 3 years	More than 3 years	Total
Fixed rate USD liability to fixed rate EUR liability ¹	EUR	-	-	80.0	80.0	-	-	0.8	0.8
JPY liability to USD liability ²	JPY	-	-	15,000.0	15,000.0	-	-	10.5	10.5
JPY liability to USD liability ³	JPY	-	-	6,000.0	6,000.0	-	-	5.6	5.6
Floating rate USD liability to fixed rate RM liability ⁴	USD	-	100.0	-	100.0	-	(44.0)	-	(44.0)

¹ The contracts effectively swapped part of the Group's USD500 million 5.25% Guaranteed Notes due 2015 into fixed rate EUR liability and serve as a hedge against the Group's Euro denominated assets.

² The contracts effectively swapped the Group's JPY15.0 billion 30-year Fixed Rate Term Loan due 2037 into USD128 million liability and serve as a cashflow hedge for the Group's principal repayment for the JPY loan obtained.

³ The contracts effectively swapped the Group's JPY6.0 billion 30-year Fixed Rate Term Loan due 2038 into USD55 million liability and serve as a cashflow hedge for the Group's principal repayment for the JPY loan obtained.

⁴ The contracts effectively swapped the Group's floating rate USD100 million Term Loan into fixed rate RM352 million liability and serve as a cashflow hedge for the Group's principal repayment for the USD loan obtained..

There is minimal credit risk as the swaps were entered into with reputable banks.

d) The outstanding interest rate swap contracts as at 31 December 2010 are as follows:

	Contract/Notional Value (Million)					Fair Value (RM'Million)			
	Base Currency	<1 year	1 year to 3 years	More than 3 years	Total	<1 year	1 year to 3 years	More than 3 years	Total
Interest Rate Swap ¹	USD	-	-	600.0	600.0	-	-	44.5	44.5

¹ The contracts effectively swapped the Group's floating interest rate to fixed interest rate to hedge against interest rate fluctuations.

There is minimal credit risk as the swaps were entered into with reputable banks.

With the adoption of FRS 139, all the above derivatives are initially recognised at fair value on the date the derivative contract is entered into and are subsequently re-measured at fair value through profit or loss. The resulting gain or loss from the re-measurement is recognised in profit or loss.

Interim Report For The Financial Period Ended 31 December 2010

(The figures have not been audited)

Additional Information As Required By Appendix 9b Of Bursa Malaysia Listing Requirements

12) Fair Value Changes of Financial Liabilities

Type of Financial Liability	Fair Value Gain/(Loss)		Basis of Fair Value Measurement	Reason for gain/(loss)
	Current Quarter	Current Year To Date		
	RM'000	RM'000		
Forward foreign exchange contracts	13,184	15,523	The difference between the contracted rates and the market forward rates	The exchange rates have moved favourable against the Group from the last measurement date
Commodity future contracts	(43,425)	(46,419)	The difference between the contracted prices rate and forward prices	The prices for the respective commodity future contracts have moved unfavourable against the Group from the last measurement date
Commodity forward contracts	(180,516)	(234,817)	The difference between the contracted prices rate and forward prices	The prices for the respective commodity forward contracts have moved unfavourable against the Group from the last measurement date
Cross currency swap contracts	833	(10,348)	Based on spot, forward and interest rate term structure for the respective currencies	The forward and interest rate term structure for the respective currencies have moved favourable/ (unfavourable) against the Group from the last measurement date
2nd Exchangeable Bonds	(26,571)	(60,005)	Quoted market price	The quoted market price has increased from the last measurement date
3rd Exchangeable Bonds	(6,309)	(17,574)	Quoted market price	The quoted market price has increased from the last measurement date

Interim Report For The Financial Period Ended 31 December 2010

(The figures have not been audited)

Additional Information As Required By Appendix 9b Of Bursa Malaysia Listing Requirements

13) Realised and Unrealised Profits

Bursa Malaysia Securities Berhad (“Bursa”) has on 25 March 2010 issued a directive which requires all listed companies to disclose a breakdown of the unappropriated profits or accumulated losses as at the end of the reporting period, into realised and unrealised profits or losses, for the purpose of greater transparency. The breakdown of retained profits of the Group as at 31 December 2010, pursuant to the format prescribed by Bursa, is as follows:

	AS AT END OF CURRENT QUARTER 31/12/2010 RM'000	AS AT END OF PRECEDING QUARTER 30/09/2010 RM'000
Total retained profits of IOI Corporation Berhad and its subsidiaries:		
- Realised	10,585,070	10,683,361
- Unrealised	640,469	636,579
	11,225,539	11,319,940
Total share of retained profits from associated companies:		
- Realised	251,053	224,134
- Unrealised	(5,836)	(5,837)
	245,217	218,297
Total share of accumulated losses from jointly controlled entities:		
- Realised	(198,290)	(209,109)
- Unrealised	(10,044)	(8,004)
	(208,334)	(217,113)
	11,262,422	11,321,124
Less: Consolidation adjustments	(2,521,442)	(3,101,172)
Total Group retained profits	8,740,980	8,219,952

Interim Report For The Financial Period Ended 31 December 2010

(The figures have not been audited)

Additional Information As Required By Appendix 9b Of Bursa Malaysia Listing Requirements

14) Material Litigations

There are no new material litigation or significant changes to the status of material litigations which are pending disposal in the courts since 30 June 2010. For ease of reference, the material litigations brought forward are detailed below:

a) IOI Corporation Berhad

- i) A former minority shareholder of IOI Oleochemical Industries Berhad ("IOI Oleo"), Tuan Haji Zulkifli bin Haji Hussain ("the Applicant") has on 26 July 2000 obtained an Ex-parte Order For Leave to apply for an Order of Mandamus against the Securities Commission to compel the Securities Commission to direct the Company to make a mandatory general offer on the remaining shares of IOI Oleo not owned by the Company.

Notwithstanding that the Company was not a party to the above proceedings, in order to protect the interests of the Company, the Company has applied and has been allowed to be joined as a party to the aforesaid court action on 1 November 2000. Subsequent thereto, the Company has instructed its solicitors to make the necessary application to set aside the Order For Leave and to strike out the Applicant's Notice of Motion for an Order of Mandamus. The Company had successfully completed a mandatory general offer on IOI Oleo in October 2001. The High Court had on 20 December 2004 struck out with costs the Applicant's Notice of Motion for an Order of Mandamus and the Applicant has filed an appeal against the said decision at the Court of Appeal. On 15 March 2006, the Company had completed the privatisation of IOI Oleo by way of a members' scheme of arrangement under Section 176 of the Companies Act, 1965 and IOI Oleo became a wholly-owned subsidiary of the Company since then.

The Court of Appeal has on 4 June 2010 dismissed the appeal of the Applicant with costs. The Applicant has filed an application for leave to appeal to the Federal Court and the Federal Court has on 30 November 2010 dismissed the Applicant's application for leave.

Interim Report For The Financial Period Ended 31 December 2010

(The figures have not been audited)

Additional Information As Required By Appendix 9b Of Bursa Malaysia Listing Requirements

14) Material Litigations (Continued)

a) IOI Corporation Berhad (Continued)

- ii) A civil suit had been instituted by Tuan Haji Zulkifli Bin Hussain and 6 others, the former shareholders of IOI Oleochemical Industries Berhad ("IOI Oleo") against the Company, its Executive Chairman Tan Sri Dato' Lee Shin Cheng and its Executive Director, Dato' Lee Yeow Chor. The Writ of Summons and the Statement of Claim, inter alia, alleged that the defendants are under an obligation pursuant to Rule 34.1 of the Malaysian Code on Take-Overs and Mergers, 1987 to extend a mandatory general offer to the plaintiffs to acquire their shares in IOI Oleo and have sought for damages by reason of alleged failure by the defendants to extend the said general offer.

The plaintiffs' claim in this suit is based on similar facts that gave rise to the mandamus proceeding initiated by the first plaintiff in the High Court of Kuala Lumpur against the Securities Commission, as disclosed under item 12(a)(i), in which the Company and Tan Sri Dato' Lee Shin Cheng were subsequently allowed to be joined as parties to the said mandamus proceeding which has since been struck off.

The trial for this case has been concluded on 6 May 2010. The High Court has fixed 31 March 2011 for clarification.

The Company had been advised by its solicitors that it has genuine and valid defences to advance against the plaintiffs' cause of actions and the claims made therein.

b) Unipamol Malaysia Sdn Bhd and Pamol Plantations Sdn Bhd (subsidiaries of IOI Oleochemical Industries Berhad)

A legal suit had been instituted by Joseph bin Paulus Lantip, Mairin @ Martin bin Idang, Jaskri Doyou, Saffar bin Jumat @ Beklin bin Jumat, Datuk Miller Munang and George Windom Munang (collectively, the "Plaintiffs") against Unipamol Malaysia Sdn Bhd ("Unipamol"), Pamol Plantations Sdn Bhd ("PPSB"), Unilever plc and its subsidiary Pamol (Sabah) Ltd (collectively the "Defendants"). The Writ of Summons and Statement of Claim are dated 4 December 2002 and inter-alia, alleged that the Defendants have wrongfully refused or failed to continue with the Share Sale Agreement (to which PPSB is a party but not Unipamol) and Shareholders' Agreement (to which both PPSB and Unipamol are parties). The Plaintiffs are claiming for, inter-alia, special damages of RM43.47 million, general damages of RM136.85 million or such amount as may be assessed, exemplary damages, interest and costs. Unipamol and PPSB have entered an appearance and filed a Defence to the claim as well as a Counter-claim against the Plaintiffs.

The 3rd and 4th defendants have filed an appeal against the decision of the High Court delivered on 14 January 2010 dismissing their application to strike out the claim against them. On 13 October 2010, the Court of Appeal allowed the 4th defendant's appeal but dismissed the 3rd defendant's appeal. The Plaintiffs has since filed an application for leave to appeal to the Federal Court on the decision of the Court of Appeal in allowing the 4th defendant's appeal.

The High Court has on 3 December 2010 struck off the Plaintiffs' Writ of Summons and Statement of Claim due to procedural non-compliance subject to the Plaintiff's right to apply for reinstatement. The Plaintiffs' Solicitors has subsequently filed an application to reinstate the Writ of Summons and Statement of Claim. The application is now fixed for hearing on 10 March 2011.

Unipamol and PPSB have obtained favourable legal opinion on the merits of the case.

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(The figures have not been audited)

Additional Information As Required By Appendix 9b Of Bursa Malaysia Listing Requirements

15) Dividend

The Board has declared an interim single tier dividend of 80% or 8.0 sen (31 December 2009: 70% or 7.0 sen) per ordinary share of RM0.10 each in respect of the financial year ending 30 June 2011 which is not taxable in the hands of the shareholders pursuant to paragraph 12B of Schedule 6 of the Income Tax Act 1967.

The dividend will be payable on 30 March 2011 to shareholders whose names appear in the Record of Depositors of the Company at the close of business on 17 March 2011.

A Depositor shall qualify for entitlement only in respect of:

- a) Shares transferred into the Depositor's Securities Account before 4.00 p.m. on 17 March 2011 in respect of transfers; and
- b) Shares deposited into the Depositor's Securities Account before 12.30 p.m. on 15 March 2011 (in respect of shares which are exempted from mandatory deposit); and
- c) Shares bought on Bursa Malaysia Securities Berhad on a cum entitlement basis according to the Rules of Bursa Malaysia Securities Berhad.

The total dividend declared to date for the current financial year is a single tier dividend of 8.0 sen (31 December 2009: 7.0 sen) per ordinary share of RM0.10 each.

16) Earnings per Share

	INDIVIDUAL QUARTER (Q2)		CUMULATIVE QUARTER (6 Mths)	
	CURRENT YEAR QUARTER	PRECEDING YEAR CORRESPONDING QUARTER	CURRENT YEAR TO DATE	PRECEDING YEAR CORRESPONDING PERIOD
	RM'000	RM'000	RM'000	RM'000
a) Basic earnings per share				
Net profit for the period attributable to owners of the parent	520,238	461,211	1,018,366	939,593
Weighted average number of ordinary shares in issue ('000)	6,386,690	5,980,759	6,382,108	5,975,438
Basic earnings per share (sen)	8.15	7.71	15.96	15.72

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(The figures have not been audited)

Additional Information As Required By Appendix 9b Of Bursa Malaysia Listing Requirements

16) Earnings per Share (Continued)

	INDIVIDUAL QUARTER (Q2)		CUMULATIVE QUARTER (6 Mths)	
	CURRENT YEAR QUARTER	PRECEDING YEAR CORRESPONDING QUARTER	CURRENT YEAR TO DATE	PRECEDING YEAR CORRESPONDING PERIOD
	RM'000	RM'000	RM'000	RM'000
b) Diluted earnings per share				
Adjusted net profit for the period attributable to owners of the parent :				
Net profit for the period attributable to owners of the parent	520,238	461,211	1,018,366	939,593
Assumed exchange of USD370 million Zero Coupon Guaranteed Exchangeable Bonds at inception:				
Net interest savings	-	3,332	-	6,692
Net foreign exchange differences taken up	-	(3,562)	-	(9,369)
	-	(230)	-	(2,677)
Assumed exchange of USD600 million Zero Coupon Guaranteed Exchangeable Bonds at inception:				
Net interest savings	-	14,379	-	29,147
Fair value loss	6,309	-	17,574	-
Net foreign exchange differences taken up	573	(18,580)	(71,667)	(48,864)
	6,882	(4,201)	(54,093)	(19,717)
	527,120	456,780	964,273	917,199
Adjusted weighted average number of ordinary shares in issue ('000)				
Weighted average number of ordinary shares in issue	6,386,690	5,980,759	6,382,108	5,975,438
Assumed exchange of USD370 million Zero Coupon Guaranteed Exchangeable Bonds at inception	-	76,508	-	76,508
Assumed exchange of USD600 million Zero Coupon Guaranteed Exchangeable Bonds at inception	135,991	172,251	135,991	172,251
Assumed exercise of Executive Share Options at beginning of period	33,185	33,432	32,068	31,852
	6,555,866	6,262,950	6,550,167	6,256,049
Diluted earnings per share (sen)	8.04	7.29	14.72	14.66

Interim Report For The Financial Period Ended 31 December 2010
(The figures have not been audited)

Additional Information As Required By Appendix 9b Of Bursa Malaysia Listing Requirements

17) Audit Qualification

The audit report on the Group's preceding year's financial statements is not qualified.

By Order of the Board

Lee Ai Leng
Yap Chon Yoke
Company Secretaries

Putrajaya
16 February 2011

Interim Report For The Financial Period Ended 31 December 2010

(The figures have not been audited)

Group Plantation Statistics

		As At 31/12/2010	As At 31/12/2009
Planted Area			
Oil palm			
Mature	<i>(hectares)</i>	138,744	139,458
Total planted	<i>(hectares)</i>	154,853	153,531
Rubber			
Total planted	<i>(hectares)</i>	438	438

		31/12/2010 (6 months)	31/12/2009 (6 months)
Average Mature Area			
Oil Palm			
	<i>(hectares)</i>	138,760	140,031
Production			
Oil Palm			
FFB production	<i>(tonnes)</i>	1,699,490	1,893,115
Yield per mature hectare	<i>(tonnes)</i>	12.25	13.52
FFB processed	<i>(tonnes)</i>	1,691,954	1,886,923
Crude palm oil production	<i>(tonnes)</i>	360,226	405,191
Palm kernel production	<i>(tonnes)</i>	86,208	95,031
Crude palm oil extraction rate	<i>(%)</i>	21.29%	21.47%
Palm kernel extraction rate	<i>(%)</i>	5.10%	5.04%
Average Selling Price Realised			
Oil palm			
Crude palm oil	<i>(RM/tonne)</i>	2,698	2,258
Palm kernel	<i>(RM/tonne)</i>	1,824	1,077