

Negri Sembilan Oil Palms Berhad (592D)
(Incorporated in Malaysia)

Condensed Consolidated Income Statement
For The Third Financial Quarter And Nine Months Ended 30 September 2009

	Third		Nine Months	
	Financial Quarter		30 September	
	2009	2008	2009	2008
	RM'000	RM'000	RM'000	RM'000
Revenue	21,124	31,643	58,188	85,917
Cost of sales	(10,351)	(14,606)	(29,045)	(34,363)
Gross profit	10,773	17,037	29,143	51,554
Other income	1,572	1,136	4,312	4,696
Administrative expenses	(2,575)	(3,278)	(7,360)	(8,578)
Selling expenses	(404)	(511)	(1,123)	(1,214)
Replanting expenses	(316)	(356)	(901)	(743)
Operating profit	9,050	14,028	24,071	45,715
Share of profit / (loss) of associates	419	(215)	423	(220)
Share of loss of a jointly controlled entity	(137)	(30)	(1,270)	(390)
Profit before taxation	9,332	13,783	23,224	45,105
Taxation	(2,075)	(3,661)	(5,331)	(11,408)
Profit for the period	7,257	10,122	17,893	33,697
Attributable to:				
Equity holders of the Company	6,111	7,754	15,577	28,208
Minority interests	1,146	2,368	2,316	5,489
	7,257	10,122	17,893	33,697
Earnings per stock unit attributable to equity holders of the Company				
Basic	8.70 sen	11.05 sen	22.19 sen	40.18 sen
Diluted	8.70 sen	11.05 sen	22.19 sen	40.18 sen

Negri Sembilan Oil Palms Berhad (592D)
(Incorporated in Malaysia)

Condensed Consolidated Balance Sheet
As At 30 September 2009

	30.9.2009	31.12.2008
	RM'000	RM'000
ASSETS		
Non-Current Assets		
Property, plant and equipment	80,970	81,015
Prepaid land lease payments	66,074	66,817
Biological assets	49,200	49,200
Investment in associates	20,068	9,919
Investment in a jointly controlled entity	24,449	23,779
Other investments	15,907	20,233
	<u>256,668</u>	<u>250,963</u>
Current Assets		
Inventories	1,831	2,607
Receivables	4,301	4,491
Tax recoverable	3,970	2,634
Cash and bank balances	112,336	108,040
	<u>122,438</u>	<u>117,772</u>
TOTAL ASSETS	<u>379,106</u>	<u>368,735</u>
EQUITY AND LIABILITIES		
Equity attributable to equity holders of the Company		
Share capital	70,202	70,202
Share premium	4,336	4,336
Other reserves	61,385	62,131
Retained profits	162,118	151,449
	<u>298,041</u>	<u>288,118</u>
Minority Interests	53,136	51,362
Total Equity	<u>351,177</u>	<u>339,480</u>
Non-Current Liability		
Deferred tax liability	23,203	23,332
	<u>23,203</u>	<u>23,332</u>
Current Liabilities		
Payables	4,726	5,920
Taxation	-	3
	<u>4,726</u>	<u>5,923</u>
Total Liabilities	<u>27,929</u>	<u>29,255</u>
TOTAL EQUITY AND LIABILITIES	<u>379,106</u>	<u>368,735</u>
Net assets per stock unit attributable to equity holders of the Company	<u>RM4.25</u>	<u>RM4.10</u>

Condensed Consolidated Statement Of Changes In Equity
For The Nine Months Ended 30 September 2009

	Attributable to equity holders of the Company						Minority interests	Total equity
	Non-Distributable			Distributable				
	Share capital RM'000	Share premium RM'000	Asset revaluation reserve - lands RM'000	Foreign currency translation reserves RM'000	Retained profits RM'000	Total RM'000		
At 1 January 2008	70,202	4,336	60,389	1,949	155,234	292,110	48,956	341,066
Revaluation reserve of leasehold lands realised	-	-	(357)	-	357	-	-	-
Foreign currency translation	-	-	-	(44)	-	(44)	(136)	(180)
Net income / (expense) recognised directly in equity	-	-	(357)	(44)	357	(44)	(136)	(180)
Profit for the period	-	-	-	-	28,208	28,208	5,489	33,697
Total recognised income / (expense) for the period	-	-	(357)	(44)	28,565	28,164	5,353	33,517
Dividend	-	-	-	-	(10,390)	(10,390)	(1,119)	(11,509)
At 30 September 2008	70,202	4,336	60,032	1,905	173,409	309,884	53,190	363,074
At 1 January 2009	70,202	4,336	59,913	2,218	151,449	288,118	51,362	339,480
Revaluation reserve of leasehold lands realised	-	-	(357)	-	357	-	-	-
Foreign currency translation	-	-	-	(389)	-	(389)	(74)	(463)
Net income / (expense) recognised directly in equity	-	-	(357)	(389)	357	(389)	(74)	(463)
Profit for the period	-	-	-	-	15,577	15,577	2,316	17,893
Total recognised income / (expense) for the period	-	-	(357)	(389)	15,934	15,188	2,242	17,430
Dividend	-	-	-	-	(5,265)	(5,265)	(468)	(5,733)
At 30 September 2009	70,202	4,336	59,556	1,829	162,118	298,041	53,136	351,177

Negri Sembilan Oil Palms Berhad (592D)
(Incorporated in Malaysia)

Condensed Consolidated Cash Flow Statement
For The Nine Months Ended 30 September 2009

	30.9.2009	30.9.2008
	RM'000	RM'000
Cash Flows From Operating Activities		
Profit before taxation	23,224	45,105
Adjustment for:		
Non-cash items	56	141
Non-operating items	(2,038)	(2,913)
Operating profit before working capital changes	<u>21,242</u>	<u>42,333</u>
Changes in working capital		
Net changes in current assets	855	(942)
Net changes in current liabilities	(1,194)	2,590
Cash generated from operations	<u>20,903</u>	<u>43,981</u>
Taxes paid	(6,747)	(10,220)
Net cash generated from operating activities	<u>14,156</u>	<u>33,761</u>
Cash Flows From Investing Activities		
Property, plant and equipment	(594)	(508)
Investment in an associate	(9,587)	-
Investment in a jointly controlled entity	(2,542)	(8,140)
Other investments	6,036	(10,212)
Interest received	1,322	2,117
Net dividends received	773	691
Net cash used in investing activities	<u>(4,592)</u>	<u>(16,052)</u>
Cash Flows From Financing Activities		
Dividend paid to shareholders of the Company	(5,265)	(10,390)
Dividend paid to minority interests	(468)	(1,119)
Net cash used in financing activities	<u>(5,733)</u>	<u>(11,509)</u>
Net Increase In Cash And Cash Equivalents	3,831	6,200
Effects Of Exchange Rate Changes	463	1,549
Cash And Cash Equivalents At Beginning Of Period	107,746	113,558
Cash And Cash Equivalents At End Of Period	<u>112,040</u>	<u>121,307</u>

Notes To The Interim Financial Report - 30 September 2009

A Explanatory Notes - FRS 134 : Interim Financial Reporting

A 1 Basis Of Preparation

The interim financial report has been prepared in accordance with FRS 134 : Interim Financial Reporting and Chapter 9 Part K of the Listing Requirements of Bursa Malaysia Securities Berhad.

The interim financial report is unaudited and should be read in conjunction with the audited financial statements for the financial year ended 31 December 2008.

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 December 2008.

At the date of authorisation of this interim financial report, the following new FRSs, Amendments to FRSs and Interpretations were issued but not yet effective and have not been applied by the Group:-

FRSs, Amendments to FRSs and Interpretations		Effective for financial periods beginning on or after
FRS 4	Insurance Contracts	1 January 2010
FRS 7	Financial Instruments: Disclosures	1 January 2010
FRS 8	Operating Segments	1 July 2009
FRS 123	Borrowing Costs	1 January 2010
FRS 139	Financial Instruments: Recognition and Measurement	1 January 2010
Amendment to FRS 2	Share-based Payment: Vesting Conditions and Cancellations	1 January 2010
Amendments to FRS 1 and FRS 127	First-time Adoption of Financial Reporting Standards and Consolidated and Separate Financial Statements: Cost of an Investment in a Subsidiary, Jointly Controlled Entity or Associate	1 January 2010
IC Interpretation 9	Reassessment of Embedded Derivatives	1 January 2010
IC Interpretation 10	Interim Financial Reporting and Impairment	1 January 2010
IC Interpretation 11	FRS 2 - Group and Treasury Share Transactions	1 January 2010
IC Interpretation 13	Customer Loyalty Programmes	1 January 2010
IC Interpretation 14	FRS 119 - The Limit on a Defined Benefit Asset, Minimum Funding Requirements and their Interaction	1 January 2010

The above new FRSs, Amendments to FRSs and Interpretations are expected to have no significant impact on the financial statements of the Group upon their initial application except for the changes arising from the adoption of FRS 7 and FRS 139.

The Group is exempted from disclosing the possible impact to the financial statements upon the initial application of FRS 7 and FRS 139.

Notes To The Interim Financial Report - 30 September 2009

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 nine months ended 30 September 2009:

Mature	6,848
Replanting and immature	312
	<u>7,160</u>

	Third Financial Quarter		Nine Months	
	30.9.2009	30.9.2008	30.9.2009	30.9.2008
Production (m/t)				
fresh fruit bunches				
Own estates	36,530	37,525	108,347	106,279
Purchase	6,124	5,816	20,195	14,551
	<u>42,654</u>	<u>43,341</u>	<u>128,542</u>	<u>120,830</u>
Crude palm oil	6,303	6,206	18,948	17,008
Palm kernel	1,795	1,743	5,398	4,676
Extraction Rate				
Crude palm oil	18.98%	18.82%	18.73%	18.85%
Palm kernel	5.41%	5.29%	5.34%	5.18%

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 nine months ended 30 September 2009.

A 6 Dividends Paid

The amount of dividend paid during the nine months ended 30 September 2009.

In respect of the financial year ending 31 December 2009:

First interim dividend of 10% or 10 sen per stock unit less 25% taxation paid on 30 June 2009	RM'000
	<u>5,265</u>

A 7 Segment Information

No segment information has been prepared as the Group's principal activities involve predominantly the cultivation of oil palms, process and sale of fresh fruit bunches, crude palm oil and palm kernel and is wholly carried out in Malaysia.

Notes To The Interim Financial Report - 30 September 2009

A 8 Property, Plant And Equipment

There were no significant acquisitions and no disposals of property, plant and equipment for the nine months ended 30 September 2009.

There were no commitments for the purchase of property, plant and equipment for the nine months ended 30 September 2009.

A 9 Material Events Subsequent To Third Financial Quarter

Other than the declaration of the second interim dividend as disclosed in Note B12, there were no material events subsequent to the third financial quarter that have not been reflected in the financial statements for the financial quarter ended 30 September 2009.

A 10 Changes In Composition Of The Group

Other than the purchase and sale of quoted investments as disclosed in Note B7, increase in investment in a jointly controlled entity as disclosed in Note B8 and increase in investment in an associate, there were no business combinations, acquisition or disposal of subsidiaries and long term investments, restructurings and discontinued operations.

A 11 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 December 2008.

A 12 Related Party Disclosures

	Nine Months 30.9.2009 RM'000
(a) Companies in which certain directors and substantial shareholders have interests	
Purchase of oil palm produce	136
Sale of oil palm produce	251
Agency fee	32
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(b) Related corporation in which certain directors and substantial shareholders have interests	
Sale of oil palm produce	11,229
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(c) Associate in which certain directors and substantial shareholders have interests	
Management fee	133
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(d) Person connected to certain directors	
Purchase of fertilisers	923
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	As at 30.9.2009 RM'000
(e) Included in receivables is an amount due from: -	
Related corporation in which certain directors and substantial shareholders have interests	1,574
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(f) Included in payables are amounts due to: -	
Person connected to certain directors	472
Associate in which certain directors and substantial shareholders have interests	15
Company in which certain directors and substantial shareholders have interests	38
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Notes To The Interim Financial Report - 30 September 2009

B Information As Required By The Listing Requirements (Part A Of Appendix 9B) Of Bursa Malaysia Securities Berhad

B 1 Review Of Performance

When compared with the previous corresponding financial quarter and nine months period, revenue in the third financial quarter and nine months period under review decreased by 33.24% and 32.27% respectively and profit for the period in the third financial quarter and nine months period under review decreased by 28.30% and 46.90% respectively. These were mainly due to substantially lower average selling prices of fresh fruit bunches ('ffb'), crude palm oil and palm kernel.

B 2 Material Change In The Profit Before Taxation For The Third Financial Quarter Compared With The Immediate Preceding Quarter

Profit before taxation in the third financial quarter decreased by 14.71% when compared with the immediate preceding financial quarter due mainly to a lower amount of other income. In the second financial quarter, an amount of RM2,060,000 representing reversal of impairment loss in the value of quoted investments was recognised in the income statement and this did not recur in the current financial quarter under review.

B 3 Prospects For Financial Year Ending 31 December 2009

The average selling price of crude palm oil in the current financial year would be lower than that in the previous financial year. Correspondingly, the financial performance, excluding fair value adjustment in biological assets, for the current financial year would be lower.

B 4 Variance Of Actual Profit From Forecast Profit And Shortfall In Profit Guarantee

There were no profit forecasts prepared for public release and profit guarantees provided by the Group.

B 5 Taxation

	Third Financial Quarter 30.9.2009 RM'000	Nine Months 30.9.2009 RM'000
Income tax:		
Current provision	2,118	5,520
Overprovision in prior year	-	(60)
	<u>2,118</u>	<u>5,460</u>
Deferred taxation	(43)	(129)
	<u>2,075</u>	<u>5,331</u>

The effective tax rate for the third financial quarter and nine months under review is lower than the statutory rate due mainly to certain income which are not assessable for income tax purpose.

B 6 Profits/(Losses) On Sale Of Unquoted Investments And/or Properties

There were no sales of unquoted investments and properties for the nine months ended 30 September 2009.

Notes To The Interim Financial Report - 30 September 2009

B 7 Quoted Securities

(i) Purchases and sale of quoted securities

	Third Financial Quarter 30.9.2009 RM'000	Nine Months 30.9.2009 RM'000
Purchase consideration	240	1,797
Sale proceeds	7,658	7,833
Profit on sale	598	697

(ii) Investments in quoted securities as at 30 September 2009: -

	RM'000
At cost	15,907
At carrying value/book value	15,907
At market value	24,200

B 8 Status Of Corporate Proposals

On 10 April 2006, the Company entered into a conditional joint venture and shareholders agreement with Timor Oil Palm Plantation Berhad, a 58.0% owned subsidiary of the Company, Eng Thye Plantations Berhad, an 83.3% owned subsidiary of the Company, Seong Thye Plantations Sdn Bhd, Chin Teck Plantations Berhad and Chin Thye Investment Pte Ltd ('Singapore JVSA') to participate in a joint venture project for the development of an oil palm plantation in Indonesia with P.T. Lampung Karya Indah. ('Proposed Joint Venture'), the details of which are set out in the Circular to Shareholders dated 11 May 2006.

The approval of the Shareholders of the Company was obtained at the Extraordinary General Meeting of the Company held on 26 May 2006.

The conditions precedent as set out in the Singapore JVSA have been fulfilled and the necessary approvals required for the subscription of shares in Chin Thye Investment Pte Ltd have been obtained.

The subscriptions of shares by the Group in Chin Thye Investment Pte Ltd in the previous financial years are as follows:-

Financial year ended	No. of shares	Amount (RM)
31.12.2006	7,200,000	16,950,000
31.12.2007	-	-
31.12.2008	3,400,000	8,140,000
	<u>10,600,000</u>	<u>25,090,000</u>

During the nine months ended 30 September 2009 the Group further subscribed for 1,060,000 shares for a total cash subscription sum of RM2,541,615 pursuant to a rights issue of shares on a pro-rata basis.

There were no further subscription of shares during the period since the end of the third financial quarter to the date of issue of this interim report.

B 9 Borrowings And Debt Securities

As at 30 September 2009, there were no borrowings and debt securities.

B 10 Off Balance Sheet Financial Instruments

As at the date of issue of this interim financial report, there were no off balance sheet financial instruments transacted.

Notes To The Interim Financial Report - 30 September 2009

B 11 Material Litigation

There were no material litigations as at 31 December 2008 and at the date of issue of this interim financial report.

B 12 Dividends

- (i) A second interim dividend in respect of the financial year ending 31 December 2009 has been declared by the Board of Directors.
- (ii) The amount per stock unit: 15% or 15 sen per stock unit less 25% taxation.
- (iii) The date payable for the second interim dividend of 15% or 15 sen per stock unit less 25% taxation: 31 December 2009.
- (iv) In respect of deposited securities, entitlement to the second interim dividend of 15% or 15 sen per stock unit less 25% taxation will be determined on the basis of the record of depositors as at 10 December 2009.
- (v) The total dividends for the current financial year ending 31 December 2009:-

<u>Type of dividend</u>	<u>Gross</u> %	<u>Tax</u> %	<u>Net</u> %
First interim	10.00	25.00	7.50
Second interim	15.00	25.00	11.25
	<u>25.00</u>	<u>25.00</u>	<u>18.75</u>

- (vi) The total dividends for the previous financial year ended 31 December 2008:-

<u>Type of dividend</u>	<u>Gross</u> %	<u>Tax</u> %	<u>Net</u> %
First interim	20.00	26.00	14.80
Second interim	20.00	26.00	14.80
	<u>40.00</u>	<u>26.00</u>	<u>29.60</u>

B 13 Earnings Per Stock Unit

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

	Third Financial Quarter		Nine Months	
	30.9.2009	30.9.2008	30.9.2009	30.9.2008
Profit attributable to equity holders of the Company (RM'000)	6,111	7,754	15,577	28,208
Weighted average number of stock units ('000)	70,202	70,202	70,202	70,202
Earnings per stock unit (sen)				
Basic	8.70	11.05	22.19	40.18
Diluted	8.70	11.05	22.19	40.18

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 14 Auditors' Report On Preceding Annual Financial Statements

The auditors' report on the financial statements for the financial year ended 31 December 2008 was not qualified.

By Order of the Board

Gan Kok Tiong
 Company Secretary
 23 November 2009