

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

Condensed consolidated statements of profit or loss
for the third financial quarter ended 30 September 2016

	Third financial quarter 30 September		Nine months 30 September	
	2016 RM'000	2015 RM'000 (Restated)	2016 RM'000	2015 RM'000 (Restated)
Revenue	22,647	23,367	65,307	63,789
Cost of sales	(16,238)	(14,598)	(46,080)	(43,376)
Gross profit	6,409	8,769	19,227	20,413
Interest income	983	597	2,365	1,855
Dividend income	1,148	1,290	2,267	2,351
Other income	494	2,764	323	4,442
Selling expenses	(365)	(580)	(1,086)	(1,393)
Administrative expenses	(4,369)	(5,212)	(13,964)	(15,539)
Replanting expenses	(1,500)	(2,044)	(5,065)	(4,952)
Other expenses	-	-	(62)	-
Share of results of associates	1,188	(422)	1,532	1,009
Share of results of a joint venture	(344)	(321)	(1,148)	(846)
Profit before tax	3,644	4,841	4,389	7,340
Income tax credit/(expense)	39	(264)	(343)	301
Profit net of tax	3,683	4,577	4,046	7,641
Attributable to:				
Owners of the parent	3,166	3,238	3,876	5,750
Non-controlling interests	517	1,339	170	1,891
	3,683	4,577	4,046	7,641
Earnings per stock unit attributable to owners of the parent (sen)				
Basic	4.51	4.61	5.52	8.19
Diluted	4.51	4.61	5.52	8.19

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

Condensed consolidated statements of comprehensive income
for the third financial quarter ended 30 September 2016

	Third financial quarter 30 September		Nine months 30 September	
	2016 RM'000	2015 RM'000 (Restated)	2016 RM'000	2015 RM'000 (Restated)
Profit net of tax	3,683	4,577	4,046	7,641
Other comprehensive income/(loss):				
Other comprehensive income/(loss) to be reclassified to profit or loss in subsequent periods:				
Foreign currency translation	(143)	4,456	(563)	6,890
Net gain/(loss) on fair value changes of available-for-sale investment securities	2,247	(7,085)	(1,422)	(3,397)
Share of other comprehensive income (loss)/income of an associate	-	6	(9)	9
Total other comprehensive income/(loss) to be reclassified to profit or loss in subsequent periods:	2,104	(2,623)	(1,994)	3,502
Total comprehensive income for the period	5,787	1,954	2,052	11,143
Attributable to:				
Owners of the parent	4,601	2,121	2,226	9,449
Non-controlling interests	1,186	(167)	(174)	1,694
	5,787	1,954	2,052	11,143

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

Condensed consolidated statement of financial position
As at 30 September 2016

	30.9.2016	31.12.2015
	RM'000	RM'000
Assets		
Non-current assets		
Property, plant and equipment	440,775	443,725
Biological assets	40,000	40,000
Investments in associates	26,980	27,101
Investment in a joint venture	20,043	20,110
Investment securities	68,070	69,298
	<u>595,868</u>	<u>600,234</u>
Current assets		
Inventories	1,598	2,307
Receivables	8,407	6,951
Income tax recoverable	2,598	3,391
Cash and bank balances	119,447	117,122
	<u>132,050</u>	<u>129,771</u>
Total assets	<u>727,918</u>	<u>730,005</u>
Current liabilities		
Payables	7,123	8,239
Non-current liabilities		
Deferred tax liabilities	63,677	64,260
Total liabilities	<u>70,800</u>	<u>72,499</u>
Equity attributable to owners of the parent		
Share capital	70,202	70,202
Share premium	4,336	4,336
Other reserves	287,150	290,163
Retained profits	188,265	185,132
	<u>549,953</u>	<u>549,833</u>
Non-controlling interests	107,165	107,673
Total equity	<u>657,118</u>	<u>657,506</u>
Total equity and liabilities	<u>727,918</u>	<u>730,005</u>
Net assets per stock unit attributable to owners of the parent (RM)	<u>7.83</u>	<u>7.83</u>

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

**Condensed consolidated statement of changes in equity
for the third financial quarter ended 30 September 2016**

	Equity attributable to owners of the parent, total		Share capital		Share premium		Retained profits		Other reserves, total		Non-Distributable				Non-controlling interests RM'000
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	Asset revaluation reserve - land RM'000	Foreign currency translation reserve RM'000	Employee benefits reserve of a joint venture RM'000	Fair value adjustment reserve RM'000	
At 1 January 2015 (Restated)	595,209	496,618	70,202	4,336	182,565	239,515	221,247	2,307	53	15,908					98,591
Profit for the period	7,641	5,750	-	-	5,750	-	-	-	-	-	-	-	-	-	1,891
Other comprehensive income	3,502	3,699	-	-	-	3,699	-	6,253	-	(2,554)	-	-	-	-	(197)
Revaluation reserve of leasehold land realised	-	-	-	-	1,138	(1,138)	(1,138)	-	-	-	-	-	-	-	-
Transactions with owners	(2,106)	(2,106)	-	-	(2,106)	-	-	-	-	-	-	-	-	-	-
Dividends paid to owners of the parent	(334)	-	-	-	-	-	-	-	-	-	-	-	-	-	(334)
Dividends paid to non-controlling interests	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total dividends, representing total transactions with owners	(2,440)	(2,106)	-	-	(2,106)	-	-	(2,106)	-	-	-	-	-	-	(334)
At 30 September 2015 (Restated)	603,912	503,961	70,202	4,336	187,347	242,076	220,109	8,560	53	13,354					99,951
At 1 January 2016	657,506	549,833	70,202	4,336	185,132	290,163	268,172	7,540	59	14,392					107,673
Profit for the period	4,046	3,876	-	-	3,876	-	-	-	-	-	-	-	-	-	170
Other comprehensive loss	(1,994)	(1,650)	-	-	-	(1,650)	-	(617)	-	(1,033)	-	-	-	-	(344)
Revaluation reserve of leasehold land realised	-	-	-	-	1,363	(1,363)	(1,363)	-	-	-	-	-	-	-	-
Transactions with owners	(2,106)	(2,106)	-	-	(2,106)	-	-	-	-	-	-	-	-	-	-
Dividends paid to owners of the parent	(334)	-	-	-	-	-	-	-	-	-	-	-	-	-	(334)
Dividends paid to non-controlling interests	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total dividends, representing total transactions with owners	(2,440)	(2,106)	-	-	(2,106)	-	-	(2,106)	-	-	-	-	-	-	(334)
At 30 September 2016	657,118	549,953	70,202	4,336	188,265	287,150	266,809	6,923	59	13,359					107,165

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

Condensed consolidated statement of cash flows
for the third financial quarter ended 30 September 2016

	30.9.2016 RM'000	30.9.2015 RM'000
Operating activities		
Profit before tax	4,389	7,340
Adjustments		
Depreciation of property, plant and equipment (restated)	4,655	4,329
Dividend income	(2,267)	(2,351)
Gain on sale of property, plant and equipment	-	(264)
Interest income	(2,365)	(1,855)
Net fair value gain on available-for-sale securities (transferred from equity on disposal)	(17)	(317)
Share of results of associates	(1,532)	(1,009)
Share of results of a joint venture	1,148	846
Unrealised loss/(gain) on foreign exchange	62	(3,738)
Total adjustments	(316)	(4,359)
Operating cash flows before changes in working capital	4,073	2,981
Changes in working capital		
Decrease/(increase) in inventories	709	(1,706)
Increase in receivables	(724)	(2,252)
(Decrease)/increase in payables	(1,116)	309
Total changes in working capital	(1,131)	(3,649)
Cash flows used in operations	2,942	(668)
Taxes paid	(133)	(2,282)
Net cash flows generated from/(used in) operating activities	2,809	(2,950)
Investing activities		
Dividends received	2,129	2,137
Interest received	1,632	1,872
Purchase of property, plant and equipment	(1,705)	(2,459)
Purchase of investment securities	(428)	(1,892)
Proceeds from sale of property, plant and equipment	-	293
Proceeds from sale of investment securities	390	1,730
Changes in deposits with maturity of more than 3 months	(46,681)	-
Net cash flows (used in)/generated from investing activities	(44,663)	1,681
Financing activities		
Dividends paid to owners of the parent	(2,106)	(2,106)
Dividends paid to non-controlling interests	(334)	(334)
Net cash flows used in financing activities	(2,440)	(2,440)
Net decrease in cash and cash equivalents	(44,294)	(3,709)
Effects of exchange rate changes on cash and cash equivalents	(62)	3,738
Cash and cash equivalents at beginning of period	116,787	117,965
Cash and cash equivalents at end of period	72,431	117,994
Cash and cash equivalents at end of period comprise		
Cash on hand and at banks	22,190	28,044
Deposits with financial institutions	97,257	90,331
	119,447	118,375
Less: deposits with maturity of more than 3 months	(47,016)	(381)
	72,431	117,994

Notes to the interim financial report - 30 September 2016

A Explanatory notes - FRS 134 : Interim Financial Reporting

A 1 Basis of preparation

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

The interim financial report is unaudited and should be read in conjunction with the audited financial statements for the financial year ended 31 December 2015.

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 2015 except for the adoption of new standards, amendments to standards and IC interpretations that are mandatory for the Group for the financial year beginning 1 January 2016. The adoption of these standards, amendments and interpretations do not have a material impact on the interim financial statements of the Group.

The Group has not adopted those new standards, amendments to standards and interpretations that have been issued but not yet effective. The directors expect that the adoption of those new standards, amendments to standards and interpretations will not have a material impact on the financial statements in the period of initial application except as described below.

FRS 9 Financial Instruments

In November 2014, MASB issued the final version of FRS 9 Financial Instruments which reflects all phases of the financial instruments project and replaces FRS 139 Financial Instruments: Recognition and Measurement and all previous versions of FRS 9. The standard introduces new requirements for classification and measurement, impairment and hedge accounting. FRS 9 is effective for annual periods beginning on or after 1 January 2018, with early application permitted. Retrospective application is required, but comparative information is not compulsory. The adoption of FRS 9 will have an effect on the classification and measurement of the Group's and the Company's financial assets, but no impact on the classification and measurement of the Group's and the Company's financial liabilities.

The extensive disclosures of qualitative and quantitative information about exposures to risks from financial instruments will be made in the audited annual financial statements of the Group.

Malaysian Financial Reporting Standards (MFRS Framework)

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

Transitioning Entities will be allowed to defer adoption of the new MFRS Framework and continue to use the existing Financial Reporting Standards (FRS) Framework. The adoption of the MFRS Framework by Transitioning Entities will be mandatory for annual periods beginning on or after 1 January 2018.

The Group falls within the scope definition of Transitioning Entities and accordingly, will be required to prepare financial statements using the MFRS Framework in its first MFRS financial statements for the year ending 31 December 2018. In presenting its first MFRS financial statements, the Group will be required to restate the comparative financial statements to amounts reflecting the application of MFRS Framework. The majority of the adjustments required on transition will be made, retrospectively, against opening retained profits.

Under the FRS Framework, the Group's accounting policy for biological assets are disclosed in Note 2.11 to the financial statements for the financial year ended 31 December 2015. Under the amendments, biological assets that meet the definition of bearer plants will no longer be within the scope of MFRS 141. Instead, MFRS 116 will apply. After initial recognition, bearer plants will be measured under MFRS 116 at accumulated cost (before maturity) using either the cost model or revaluation model (after maturity). The amendments also require that agricultural produce, which is the harvested produce of an entity's biological assets will remain in the scope of MFRS 141 and are measured at fair value less costs to sell.

Notes to the interim financial report - 30 September 2016

A 1 Basis of preparation (cont'd.)

The Group has commenced transitioning its accounting policies and financial reporting from the current Financial Reporting Standards to MFRS Framework. At the date of these interim financial statements, the Group has not completed its quantification of the financial effects of the differences between Financial Reporting Standards and accounting standards under the MFRS Framework due to the ongoing assessment. Accordingly, the financial performance and financial position as disclosed in these financial statements for the year ending 31 December 2016 could be different if prepared under the MFRS Framework.

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 2016:

	Hectares			
Mature	5,749			
Replanting and immature	1,424			
	<u>7,173</u>			
	Third financial quarter		Nine months	
	30.9.2016	30.9.2015	30.9.2016	30.9.2015
Production (m/t)				
fresh fruit bunches				
Own estates	19,925	31,647	69,788	89,918
Purchase	14,847	18,206	37,947	44,760
	<u>34,772</u>	<u>49,853</u>	<u>107,735</u>	<u>134,678</u>
Crude palm oil	4,794	7,392	14,918	19,346
Palm kernel	1,281	2,092	4,172	5,459
Extraction Rate				
Crude palm oil	19.19%	19.59%	18.63%	18.95%
Palm kernel	5.13%	5.54%	5.21%	5.35%

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.

Notes to the interim financial report - 30 September 2016

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 other than as described below:-

In the previous financial year ended 31 December 2015, the fair value of the freehold and leasehold land of the Group on 31 December 2015 had been incorporated into the financial statements for the financial year ended 31 December 2015. Retrospective adjustments had been made to the opening and closing balances in the financial statements to attribute the increase in fair value of the freehold and leasehold land of the Group to the respective financial years from 2012 to 2014.

The effects of the above adjustments to the financial statements for the third financial quarter and nine months ended 30 September 2015 are summarised below:-

	Previously stated RM'000	Adjustment RM'000	Restated RM'000
Second financial quarter ended 30 September 2015			
Statements of profit or loss			
Cost of sales	(14,088)	(510)	(14,598)
Administrative expenses	(5,399)	187	(5,212)
Income tax expense	(342)	78	(264)
Earnings per stock unit (sen)	4.88	(0.27)	4.61
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Statements of comprehensive income			
Other comprehensive income	2,199	(245)	1,954
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Nine months ended 30 September 2015			
Statements of profit or loss			
Cost of sales	(41,848)	(1,528)	(43,376)
Administrative expenses	(16,098)	559	(15,539)
Income tax credit	69	232	301
Earnings per stock unit (sen)	9.00	(0.81)	8.19
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Statements of comprehensive income			
Other comprehensive income	11,880	(737)	11,143
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Statements of changes in equity			
Revaluation reserve of leasehold land realised	560	578	1,138
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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 2016.

A 6 Fair value changes of financial liabilities

As at 30 September 2016, the Group did not have any financial liabilities measured at fair value through profit or loss.

A 7 Dividends paid

The amount of dividends paid during the nine months ended 30 September 2016:-

	RM'000
First interim single tier dividend of 3% in respect of financial year ending 31 December 2016 paid on 30 June 2016	2,106
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Notes to the interim financial report - 30 September 2016

A 8 Segment information

The chief operating decision-maker has been identified as the Board of Directors. The Board reviews the Group's internal reporting in order to assess performance and allocation of resources. The Group's principal activities involve predominantly the cultivation of oil palms, production and sale of fresh fruits bunches, crude palm oil and palm kernel and is wholly carried out in Malaysia.

The segment information are as follows:

	Third financial quarter		Nine months	
	30.9.2016	30.9.2015	30.9.2016	30.9.2015
	RM'000	RM'000	RM'000	RM'000
Revenue from external customers	22,647	23,367	65,307	63,789
Revenue from major customers	20,131	19,269	60,596	51,026
Reportable segment profit/(loss)	268	1,238	(582)	(1,082)
Reportable segment's profit/(loss) are reconciled as follows:				
Total profit/(loss) for reportable segment	268	1,238	(582)	(1,082)
Share of results of associates	1,188	(422)	1,532	1,009
Share of results of a joint venture	(344)	(321)	(1,148)	(846)
Interest income	983	597	2,365	1,855
Dividend income	1,148	1,290	2,267	2,351
Other income	401	2,459	17	4,053
Other expenses	-	-	(62)	-
Profit before tax	3,644	4,841	4,389	7,340
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	30.9.2016	31.12.2015		
	RM'000	RM'000		
Reportable segment assets	494,105	502,667		
Reportable segment's assets are reconciled as follows:				
Total assets for reportable segment	494,105	502,667		
Investments in associates	26,980	27,101		
Investment in a joint venture	20,043	20,110		
Investment securities	68,070	69,298		
Unallocated assets	118,720	110,829		
Total assets	727,918	730,005		
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Reportable segment liabilities	7,123	8,239		
Reportable segment's liabilities are reconciled as follows:				
Total liabilities for reportable segment	7,123	8,239		
Deferred tax liabilities	63,677	64,260		
Total liabilities	70,800	72,499		

A 9 Property, plant and equipment

There were no significant acquisitions and no disposals of property, plant and equipment for the nine months ended 30 September 2016.

Capital commitments as at 30 September 2016:

	RM'000
Approved and contracted for	124
Approved and not contracted for	1,982

A 10 Material events subsequent to third financial quarter

Other than the declaration of the second interim dividend as disclosed in Note B10, 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 2016.

A 11 Changes in composition of the Group

Other than the purchase and sale of quoted investments, there were no business combinations, acquisition or disposal of subsidiaries and long term investments, restructurings and discontinued operations.

Notes to the interim financial report - 30 September 2016

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 December 2015.

A 13 Related party disclosures

	Nine months 30.9.2016 RM'000
(a) Companies in which certain directors and substantial shareholders have interests	
Marketing consultancy fee	409
Sale of oil palm produce	71
Purchase of oil palm produce	<u>1,475</u>
(b) A related corporation in which certain directors and substantial shareholders have interests	
Sale of oil palm produce	14,991
Service charge on seedlings cultivation	39
Purchase of oil palm produce	<u>1,173</u>
(c) An associate in which certain directors and substantial shareholders have interests	
Management fee	<u>1,462</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

Third financial quarter ended 30 September 2016

Revenue in the current financial quarter under review decreased by 3.08% to RM22,647,000 from RM23,367,000 in the same financial quarter a year ago. This was mainly due to decreases in the sales volume of ffb, crude palm oil and palm kernel even though the average selling prices of ffb, crude palm oil and palm kernel increased.

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

Other income was lower mainly due to a decrease in foreign currency translation gains.

The Group recorded a positive contribution in its share of results of associates mainly due to the profit contributed from an associate engaged in trading in shares and stocks.

As reported previously, harvesting of newly mature fields in the oil palm plantation of the joint venture in 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 decreased by 19.53% to RM3,683,000 from RM4,577,000.

Nine months 30 September 2016

Revenue in the nine months period under review increased by 2.38% to RM65,307,000 from RM63,789,000 in the same period a year ago. This was mainly due to increases in the average selling prices of ffb, crude palm oil and palm kernel even though the sales volume of ffb, crude palm oil and palm kernel decreased.

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

Other income was lower mainly due to an amount of gains on foreign currency translation in the same period a year ago which did not recur in the current period under review.

The Group recorded an increase in its share of results of associates mainly due to higher profit contributed from an associate engaged in trading in shares and stocks.

As reported previously, harvesting of newly mature fields in the oil palm plantation of the joint venture in 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 decreased by 47.05% to RM4,046,000 from RM7,641,000 mainly due to a decrease in other income.

Notes to the interim financial report - 30 September 2016

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

Revenue in the current financial quarter under review decreased by 6.07% from RM24,110,000 to RM22,647,000 in the immediate preceding quarter mainly due to decreases in the sales volume and average selling price of crude palm oil.

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

Other income was lower mainly due to a decrease in foreign currency translation gains.

Overall operating expenses were lower mainly due to decreases in administrative expenses and replanting expenses.

The Group recorded an increase in its share of results of associates mainly due to higher profit contributed from an associate engaged in trading in shares and stocks.

Overall, profit before tax decreased by 4.73% to RM3,644,000 from RM3,825,000.

B 3 Prospects for financial year ending 31 December 2016

The selling price of crude palm oil is expected to remain strong in the fourth financial quarter ending 31 December 2016.

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 (credit)/expense

	Third financial quarter 30.9.2016 RM'000	Nine months 30.9.2016 RM'000
Current income tax	42	813
Under provision in respect of prior year	113	113
	<u>155</u>	<u>926</u>
Deferred income tax	(194)	(583)
	<u>(39)</u>	<u>343</u>

The disproportionate tax rate for the third financial quarter was mainly due to certain income not subject to income tax purpose and loss suffered by a subsidiary. The disproportionate tax rate for the nine months period was mainly due to certain income which was not assessable for tax purpose.

B 6 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.

As at 30 September 2016, the Group had subscribed 11,660,000 shares in Chin Thye Investment Pte Ltd for a total cash consideration of RM27,632,000.

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

	30.9.2016 RM'000
Remaining capital and investment outlay	<u>22,769</u>

Notes to the interim financial report - 30 September 2016

B 7 Borrowings and debt securities

As at 30 September 2016, there were no borrowings and debt securities.

B 8 Derivatives financial instruments

There were no derivatives financial instruments transacted during the nine months period ended 30 September 2016.

B 9 Material litigation

There were no material litigations as at 31 December 2015 and at the date of issue of this interim financial report.

B 10 Dividends

(i) A second interim dividend in respect of the financial year ending 31 December 2016 has been declared by the Board of Directors.

(ii) The amount per stock unit: 3% single tier.

(iii) The date payable for the second interim single tier dividend of 3%: 30 December 2016.

(iv) In respect of deposited securities, entitlement to the second interim single tier dividend of 3% will be determined on the basis of the record of depositors as at 13 December 2016.

(v) The total dividends for the current financial year ending 31 December 2016:-

<u>Type of dividend</u>	%
First interim, single tier	3.00
Second interim, single tier	3.00
	<u>6.00</u>

(vi) The total dividends for the financial year ended 31 December 2015:-

<u>Type of dividend</u>	%
First interim, single tier	3.00
Second interim, single tier	3.00
	<u>6.00</u>

B 11 Earnings per stock unit

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

	Third financial quarter		Nine months	
	30.9.2016	30.9.2015	30.9.2016	30.9.2015
Profit attributable to owners of the parent (RM'000)	3,166	3,238	3,876	5,750
Weighted average number of stock units ('000)	70,202	70,202	70,202	70,202
Earnings per stock unit (sen)				
Basic	4.51	4.61	5.52	8.19
Diluted	4.51	4.61	5.52	8.19

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.

Negri Sembilan Oil Palms Berhad (592D)
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Notes to the interim financial report - 30 September 2016

B 12 Realised and unrealised profit/losses disclosure

	As at 30.9.2016 RM'000	As at 31.12.2015 RM'000
Total retained profits of the Company and its subsidiaries		
Realised	207,305	204,000
Unrealised	<u>26,005</u>	<u>26,266</u>
	233,310	230,266
Total share of retained profits/(accumulated losses) from associates		
Realised profits	5,165	4,062
Unrealised (losses)/profits	475	115
Total share of retained profits/(accumulated losses) from a joint venture		
Unrealised profits	4,459	4,474
Realised losses	<u>(12,512)</u>	<u>(11,533)</u>
	230,897	227,384
Less: consolidation adjustments	<u>(42,632)</u>	<u>(42,252)</u>
Total Group retained profits as per consolidated financial statements	<u>188,265</u>	<u>185,132</u>

B 13 Notes to condensed statement of comprehensive income

	Third financial quarter 30.9.2016 RM'000	Nine months 30.9.2016 RM'000
Interest income	983	2,365
Other income including investment income	1,148	2,267
Interest expense	-	-
Depreciation	(1,544)	(4,655)
Provision for and write off of receivables	-	-
Gain on disposal of quoted investments	17	17
Gain/(loss) on disposal of unquoted investments	-	-
Gain/(loss) on disposal of properties	-	-
Impairment of assets	-	-
Foreign exchange gain or (loss)	384	(62)
Gain/(loss) on derivatives	-	-
Exceptional items	-	-

B 14 Auditors' report on preceding annual financial statements

The auditors' report on the financial statements for the financial year ended 31 December 2015 was not qualified.

By Order of the Board

Gan Kok Tiong
 Company Secretary
 24 November 2016