



## SECOND QUARTERLY REPORT

Quarterly report on consolidated results for the second quarter ended 30 June 2012. The figures have not been audited.

### CONDENSED CONSOLIDATED INCOME STATEMENT FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2012

	INDIVIDUAL QUARTER		CUMULATIVE PERIOD	
	Current Year Quarter 30/06/2012 RM'000	Preceding Year Corresponding Quarter 30/06/2011 RM'000	Current Year To-Date 30/06/2012 RM'000	Preceding year Corresponding Period 30/06/2011 RM'000
Revenue	294,043	364,382	566,706	635,498
Cost of sales	(173,151)	(145,531)	(318,740)	(263,224)
<b>Gross profit</b>	<b>120,892</b>	<b>218,851</b>	<b>247,966</b>	<b>372,274</b>
Other income	11,343	14,404	32,662	25,638
Other expenses	(48,669)	(42,947)	(94,394)	(75,816)
<b>Profit from operations</b>	<b>83,566</b>	<b>190,308</b>	<b>186,234</b>	<b>322,096</b>
Finance cost	(845)	(24)	(1,536)	(251)
Share of results in jointly controlled entities and associates	5,151	650	7,182	1,172
<b>Profit before taxation</b>	<b>87,872</b>	<b>190,934</b>	<b>191,880</b>	<b>323,017</b>
Taxation	(20,479)	(49,818)	(47,199)	(87,089)
<b>Profit for the financial period</b>	<b>67,393</b>	<b>141,116</b>	<b>144,681</b>	<b>235,928</b>
Profit attributable to:				
Equity holders of the Company	69,835	139,900	148,629	234,229
Non-controlling interests	(2,442)	1,216	(3,948)	1,699
	<b>67,393</b>	<b>141,116</b>	<b>144,681</b>	<b>235,928</b>
Earnings per share (sen)				
- Basic	<b>9.20</b>	18.44	<b>19.59</b>	30.87

*(The Condensed Consolidated Income Statement should be read in conjunction with the audited financial statements for the financial year ended 31 December 2011)*

**Genting Plantations Berhad** (34993-X)

10th Floor, Wisma Genting, Jalan Sultan Ismail, 50250 Kuala Lumpur, Malaysia. T: 03-21782255/23332255 F: 03-21641032 <http://www.gentingplantations.com>



**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME  
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2012**

	INDIVIDUAL QUARTER		CUMULATIVE PERIOD	
	Current Year Quarter 30/06/2012	Preceding Year Corresponding Quarter 30/06/2011	Current Year To-Date 30/06/2012	Preceding year Corresponding Period 30/06/2011
<b>Profit for the financial period</b>	<b>67,393</b>	141,116	<b>144,681</b>	235,928
<b>Other comprehensive income/(loss):</b>				
Cash flow hedge	<b>(1,662)</b>	(1,928)	<b>(1,330)</b>	(2,356)
Foreign currency translation differences	<b>(3,783)</b>	7,722	<b>(23,069)</b>	6,391
Other comprehensive income/(loss) for the financial period, net of tax	<b>(5,445)</b>	5,794	<b>(24,399)</b>	4,035
<b>Total comprehensive income for the financial period</b>	<b>61,948</b>	146,910	<b>120,282</b>	239,963
Total comprehensive income/(loss) attributable to:				
Equity holders of the Company	<b>66,889</b>	144,619	<b>130,831</b>	236,615
Non-controlling interests	<b>(4,941)</b>	2,291	<b>(10,549)</b>	3,348
	<b>61,948</b>	146,910	<b>120,282</b>	239,963

*(The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the audited financial statements for the financial year ended 31 December 2011)*



**GENTING**  
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**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION  
AS AT 30 JUNE 2012**

	<b>AS AT 30/06/2012 RM'000</b>	<b>AS AT 31/12/2011 RM'000</b>
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	921,655	881,590
Land held for property development	268,183	278,786
Investment properties	13,004	12,997
Plantation development	1,065,197	1,007,644
Leasehold land use rights	160,647	158,015
Intangible assets	182,684	186,824
Jointly controlled entities	24,018	21,688
Associates	23,707	18,855
Available-for-sale financial assets	103,903	102,778
Other non-current assets	12,604	12,604
Deferred tax assets	23,020	17,216
	-----	-----
	<b>2,798,622</b>	<b>2,698,997</b>
	-----	-----
<b>Current assets</b>		
Property development costs	23,536	18,316
Inventories	123,208	128,748
Tax recoverable	14,193	811
Trade and other receivables	144,658	113,329
Amounts due from jointly controlled entities, associates and other related companies	6,271	13,175
Available-for-sale financial assets	100,005	100,005
Derivative financial assets	-	409
Cash and cash equivalents	1,079,901	1,016,917
	1,491,772	1,391,710
Asset held for sale	34,455	15,183
	-----	-----
	<b>1,526,227</b>	<b>1,406,893</b>
	-----	-----
<b>TOTAL ASSETS</b>	<b>4,324,849</b>	<b>4,105,890</b>
	=====	=====

*(The Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited financial statements for the financial year ended 31 December 2011)*

**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**  
AS AT 30 JUNE 2012 *(Continued)*

	AS AT 30/06/2012 RM'000	AS AT 31/12/2011 RM'000
<b>EQUITY AND LIABILITIES</b>		
<b>Equity attributable to equity holders of the Company</b>		
Share capital	379,423	379,423
Reserves	2,917,263	2,854,806
	-----	-----
	<b>3,296,686</b>	3,234,229
<b>Non-controlling interests</b>	<b>105,486</b>	117,635
	-----	-----
<b>Total equity</b>	<b>3,402,172</b>	3,351,864
<b>Non-current liabilities</b>		
Borrowings	555,034	426,948
Other payables	41,902	39,456
Provision for retirement gratuities	3,624	3,381
Derivative financial liability	3,513	3,516
Deferred tax liabilities	51,431	49,745
	-----	-----
	<b>655,504</b>	523,046
	-----	-----
<b>Current liabilities</b>		
Trade and other payables	225,407	201,904
Amounts due to ultimate holding and other related companies	866	2,963
Borrowings	142	188
Derivative financial liability	2,016	1,092
Taxation	6,020	24,833
Dividend	32,722	-
	-----	-----
	<b>267,173</b>	230,980
	-----	-----
<b>Total liabilities</b>	<b>922,677</b>	754,026
	-----	-----
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>4,324,849</b>	4,105,890
	=====	=====
<b>NET ASSETS PER SHARE (RM)</b>	<b>4.34</b>	4.26

*(The Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited financial statements for the financial year ended 31 December 2011)*



**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2012**

	←----- Attributable to equity holders of the Company ----->										
	Share Capital RM'000	Share Premium RM'000	Re- valuation Reserve RM'000	Fair Value Reserve RM'000	Reserve on Exchange Differences RM'000	Cash Flow Hedge Reserve RM'000	Treasury Shares RM'000	Retained Earnings RM'000	Total RM'000	Non- controlling Interests RM'000	Total Equity RM'000
<b>Balance at 1 January 2012</b>	<b>379,423</b>	<b>43,382</b>	<b>41,804</b>	<b>40,679</b>	<b>(15,055)</b>	<b>(3,023)</b>	<b>(391)</b>	<b>2,747,410</b>	<b>3,234,229</b>	<b>117,635</b>	<b>3,351,864</b>
Total comprehensive income/(loss) for the financial period	-	-	-	-	(16,635)	(1,163)	-	148,629	130,831	(10,549)	120,282
Dividend paid to non-controlling interests	-	-	-	-	-	-	-	-	-	(1,600)	(1,600)
Buy-back of shares (Note I(e))	-	-	-	-	-	-	(84)	-	(84)	-	(84)
<b>Appropriation:</b>											
- Special dividend paid for the financial year ended 31 December 2011 (6.25 sen less 25% tax)	-	-	-	-	-	-	-	(35,568)	(35,568)	-	(35,568)
- Final dividend payable for the financial year ended 31 December 2011 (5.75 sen less 25% tax)	-	-	-	-	-	-	-	(32,722)	(32,722)	-	(32,722)
	-	-	-	-	-	-	-	(68,290)	(68,290)	-	(68,290)
<b>Balance at 30 June 2012</b>	<b>379,423</b>	<b>43,382</b>	<b>41,804</b>	<b>40,679</b>	<b>(31,690)</b>	<b>(4,186)</b>	<b>(475)</b>	<b>2,827,749</b>	<b>3,296,686</b>	<b>105,486</b>	<b>3,402,172</b>

*(The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the audited financial statements for the financial year ended 31 December 2011)*



**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2012 (Continued)**

	<----- Attributable to equity holders of the Company ----->										
	Share Capital RM'000	Share Premium RM'000	Re- valuation Reserve RM'000	Fair Value Reserve RM'000	Reserve on Exchange Differences RM'000	Cash Flow Hedge Reserve RM'000	Treasury Shares RM'000	Retained Earnings RM'000	Total RM'000	Non- controlling Interests RM'000	Total Equity RM'000
<b>Balance at 1 January 2011</b>	<b>379,423</b>	<b>43,382</b>	<b>41,804</b>	<b>40,679</b>	<b>(14,109)</b>	<b>(217)</b>	<b>(240)</b>	<b>2,377,938</b>	<b>2,868,660</b>	<b>110,936</b>	<b>2,979,596</b>
Total comprehensive income/(loss) for the financial period	-	-	-	-	4,140	(1,754)	-	234,229	236,615	3,348	239,963
Dividend paid to non-controlling interests	-	-	-	-	-	-	-	-	-	(1,600)	(1,600)
Buy-back of shares	-	-	-	-	-	-	(79)	-	(79)	-	(79)
<b>Appropriation:</b>											
- Special dividend paid for the financial year ended 31 December 2010 (3 sen less 25% tax)	-	-	-	-	-	-	-	(17,073)	(17,073)	-	(17,073)
- Final dividend payable for the financial year ended 31 December 2010 (5.5 sen less 25% tax)	-	-	-	-	-	-	-	(31,300)	(31,300)	-	(31,300)
	-	-	-	-	-	-	-	(48,373)	(48,373)	-	(48,373)
<b>Balance at 30 June 2011</b>	<b>379,423</b>	<b>43,382</b>	<b>41,804</b>	<b>40,679</b>	<b>(9,969)</b>	<b>(1,971)</b>	<b>(319)</b>	<b>2,563,794</b>	<b>3,056,823</b>	<b>112,684</b>	<b>3,169,507</b>

*(The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the audited financial statements for the financial year ended 31 December 2011)*



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**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS  
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2012**

	2012 RM'000	2011 RM'000
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit before taxation	191,880	323,017
Adjustments for:		
Depreciation and amortisation	25,353	20,653
Finance cost	1,536	251
Interest income	(16,121)	(11,476)
Excess of fair value of net assets of subsidiaries acquired over cost	-	(3,955)
(Gain)/loss on disposal of property, plant and equipment	(10,316)	75
Share of results in jointly controlled entities and associates	(7,182)	(1,172)
Other adjustments	7,559	(5,087)
	829	(711)
<b>Operating profit before changes in working capital</b>	192,709	322,306
Changes in working capital:		
Net change in current assets	(39,284)	10,559
Net change in current liabilities	39,248	9,257
	(36)	19,816
<b>Cash generated from operations</b>	192,673	342,122
Tax paid ( <i>net of tax refund</i> )	(83,296)	(50,680)
Retirement gratuities paid	(198)	-
<b>Net cash generated from operating activities</b>	109,179	291,442
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Purchase of property, plant and equipment	(74,141)	(43,238)
Plantation development	(61,000)	(53,162)
Leasehold land use rights	(7,179)	(1,909)
Available-for-sale financial assets	(773)	(50,000)
Acquisition of subsidiaries	-	(35,119)
Land held for property development	(11,744)	(547)
Proceed from disposal of property, plant and equipment	10,797	744
Interest received	16,121	11,476
Other investing activities	1,846	911
<b>Net cash used in investing activities</b>	(126,073)	(170,844)
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Proceeds from bank borrowings	122,755	63,169
Repayment of borrowings	(79)	(598)
Finance cost paid	(5,717)	(2,884)
Dividend paid	(35,568)	(17,073)
Dividend paid to non-controlling interests	(1,600)	(1,600)
Buy-back of shares	(84)	(79)
<b>Net cash generated from financing activities</b>	79,707	40,935
<b>Net increase in cash and cash equivalents</b>	62,813	161,533
<b>Cash and cash equivalents at beginning of financial period</b>	1,016,917	755,692
<b>Effect of currency translation</b>	171	(178)
<b>Cash and cash equivalents at end of financial period</b>	1,079,901	917,047

*(The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the audited financial statements for the financial year ended 31 December 2011)*



**GENTING PLANTATIONS BERHAD  
NOTES TO THE INTERIM FINANCIAL REPORT  
- SECOND QUARTER ENDED 30 JUNE 2012**

**I) Compliance with Financial Reporting Standard (“FRS”) 134 : Interim Financial Reporting**

**a) *Accounting Policies and Methods of Computation***

The interim financial report has been prepared in accordance with Financial Reporting Standard (“FRS”) 134: “Interim Financial Reporting” and paragraph 9.22 of the Bursa Malaysia Securities Berhad (“Bursa Securities”) Listing Requirements. The financial information for the six months period (“financial period”) ended 30 June 2012 have been reviewed by the Company’s auditor in accordance with the International Standards on Review Engagements (“ISRE”) 2410 – Review of Interim Financial Information Performed by the Independent Auditor of the Entity.

The interim financial report should be read in conjunction with the audited financial statements of the Group for the financial year ended 31 December 2011. The accounting policies and methods of computation adopted for the interim financial statements are consistent with those adopted for the annual audited financial statements for the financial year ended 31 December 2011 except for the adoption of new FRSS, amendments and IC interpretations that are mandatory for the Group for the financial year beginning 1 January 2012. The adoption of these FRSS, amendments and interpretations do not have a material impact on the interim financial information 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”).

The MFRS Framework is to be applied by all Entities Other Than Private Entities for annual periods beginning on or after 1 January 2012, with the exception of entities that are within the scope of MFRS 141 “Agriculture” and IC Interpretation 15 “Agreements for the Construction of Real Estate”, including its parent, significant investor and venturer (herein called “Transitioning Entities”). Transitioning Entities were originally allowed to defer adoption of the new MFRS Framework for an additional year. However, on 30 June 2012, MASB decided to allow Transitioning Entities to further defer the adoption of the MFRS Framework for another year, thereby making the adoption of the MFRS Framework by Transitioning Entities mandatory for annual periods beginning on or after 1 January 2014.

The Group falls within the scope definition of Transitioning Entities and accordingly, will adopt the MFRS Framework for the financial year ending 31 December 2014. 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. Adjustments required on transition, if any, will be made retrospectively against opening retained earnings.

**b) *Seasonal or Cyclical Factors***

Fresh fruit bunches (“FFB”) production is seasonal in nature. Production of FFB normally peaks in the second half of the year but this cropping pattern can be affected by changes in weather conditions.

**c) *Unusual Items Affecting Assets, Liabilities, Equity, Net Income or Cash Flow***

There were no unusual items affecting the assets, liabilities, equity, net income or cash flow for the current quarter ended 30 June 2012.



**d) Material Changes in Estimates**

There were no significant changes made in estimates of amounts reported in prior financial years.

**e) Changes in Debt and Equity Securities**

During the financial period ended 30 June 2012, the Company had purchased a total of 9,000 ordinary shares of 50 sen each of its issued share capital from the open market for a total consideration of RM83,858. The share buy-back transactions were financed by internally generated funds. The purchased shares are held as treasury shares in accordance with the requirements of Sections 67A (as amended) of the Companies Act, 1965.

**f) Dividend Paid**

A special dividend of 6.25 sen less 25% tax per ordinary share of 50 sen each amounting to RM35.6 million, for the financial year ended 31 December 2011 was paid on 27 March 2012.

**g) Segment Information**

The segments are reported in a manner that is more consistent with the internal reporting provided to the chief operating decision maker whereby the Group's business is considered from both geographical and industry perspective. The performance of the operating segments is based on a measure of adjusted earning before interest, tax, depreciation and amortisation (EBITDA). This measurement basis excludes the effects of non-recurring items from the reporting segments such as fair value gains and losses, impairment losses and assets written off. Interest income and finance costs are not included in the result for each operating segment.

Segment analysis for the financial period ended 30 June 2012 is set out below:

	Plantation		Property	Biotechnology	Others	Total
	Malaysia	Indonesia				
	RM'000	RM'000				
<b>Revenue – external</b>	<b>504,557</b>	<b>10,307</b>	<b>51,842</b>	-	-	<b>566,706</b>
<b>Adjusted EBITDA</b>	<b>213,440</b>	<b>(11,201)</b>	<b>10,819</b>	<b>(9,943)</b>	<b>(6,231)</b>	<b>196,884</b>
Assets written off and others	(810)	(577)	(30)	(1)	-	(1,418)
<b>EBITDA</b>	<b>212,630</b>	<b>(11,778)</b>	<b>10,789</b>	<b>(9,944)</b>	<b>(6,231)</b>	<b>195,466</b>
Depreciation and amortisation	(16,488)	(1,608)	(887)	(6,137)	(233)	(25,353)
Share of results in jointly controlled entities & associates	1,505	25	5,642	-	10	7,182
	<b>197,647</b>	<b>(13,361)</b>	<b>15,544</b>	<b>(16,081)</b>	<b>(6,454)</b>	<b>177,295</b>
Interest income						16,121
Finance cost						(1,536)
<b>Profit before taxation</b>						<b>191,880</b>
<b>Segment Assets</b>	<b>1,265,658</b>	<b>1,000,569</b>	<b>445,627</b>	<b>293,761</b>	<b>162,262</b>	<b>3,167,877</b>
Jointly controlled entities	-	-	24,018	-	-	24,018
Associates	16,428	191	7,141	-	(53)	23,707
Assets held for sale	-	-	34,455	-	-	34,455
	<b>1,282,086</b>	<b>1,000,760</b>	<b>511,241</b>	<b>293,761</b>	<b>162,209</b>	<b>3,250,057</b>
Interest bearing instruments						1,037,579
Deferred tax assets						23,020
Tax recoverable						14,193
<b>Total assets</b>						<b>4,324,849</b>

**h) Valuation of Property, Plant and Equipment**

There were no changes to valuation of property, plant and equipment brought forward from the previous financial year.

**i) Material Events Subsequent to the End of Financial Year**

There were no material events subsequent to the end of the financial period ended 30 June 2012 that have not been reflected in this interim financial report.

**j) Changes in the Composition of the Group**

There were no material changes in the composition of the Group for the financial period ended 30 June 2012.

**k) Changes in Contingent Liabilities or Contingent Assets**

There were no significant changes in contingent liabilities or contingent assets since the last financial year ended 31 December 2011.

**l) Capital Commitments**

Authorised capital commitments not provided for in the interim financial statements as at 30 June 2012 are as follows:

	<b>Contracted</b> RM'000	<b>Not Contracted</b> RM'000	<b>Total</b> RM'000
<b>(a) Group</b>			
Property, plant and equipment	<b>112,358</b>	<b>395,761</b>	<b>508,119</b>
Leasehold land use rights	-	<b>53,230</b>	<b>53,230</b>
Investment properties	<b>48</b>	<b>15,070</b>	<b>15,118</b>
Plantation development	<b>94,423</b>	<b>404,517</b>	<b>498,940</b>
Investment in a jointly controlled entity	<b>5,753</b>	-	<b>5,753</b>
Available-for-sale financial assets	<b>1,604</b>	-	<b>1,604</b>
	<b>214,186</b>	<b>868,578</b>	<b>1,082,764</b>
<b>(b) Share of capital commitment in jointly controlled entities</b>			
Investment properties	<b>243</b>	-	<b>243</b>
	<b>243</b>	-	<b>243</b>
<b>Total</b>	<b>214,429</b>	<b>868,578</b>	<b>1,083,007</b>

**m) Significant Related Party Transactions**

Significant related party transactions which were entered into on agreed terms and prices for the financial period ended 30 June 2012 are set out below:

	<b>Current Quarter 2Q 2012 RM'000</b>	<b>Current Financial Year-To-Date 2Q 2012 RM'000</b>
i) Provision of shared services in relation to secretarial, tax, treasury and other services by Genting Berhad.	370	734
ii) Letting of office space and provision of related services by Oakwood Sdn Bhd.	549	1,098
iii) Purchase of air-tickets, hotel accommodation and other related services from Genting Malaysia Berhad.	26	64
iv) Provision of information technology and system implementation services and rental of equipment by eGenting Sdn Bhd and Genting Information Knowledge Enterprise Sdn Bhd.	599	1,381
v) Provision of management services to AsianIndo Holdings Pte Ltd by GaiaAgri Services Limited.	554	1,034
vi) Subscription of second tranche of 41,889 shares of Series A Preferred Stock in Agradis, Inc.	-	773
vii) Provision of management services to Genting Simon Sdn Bhd by Genting Awanpura Sdn Bhd.	54	170



**ADDITIONAL INFORMATION REQUIRED BY BURSA SECURITIES – SECOND QUARTER ENDED 30 JUNE 2012**

**II) Compliance with Appendix 9(B) of Bursa Securities Listing Requirements**

**1) Performance Analysis**

The results of the Group are tabulated below:

RM' Million	CURRENT QUARTER		%	PRECEDING QUARTER		FINANCIAL YEAR-TO-DATE		%
	2012	2011		1Q 2012	1H 2012	1H 2011		
<b>Revenue</b>								
Plantation - Malaysia	260.9	339.2	-23	243.7	504.6	592.3	-15	
- Indonesia	5.6	1.7	>100	4.7	10.3	2.2	>100	
Property	27.5	23.5	+17	24.3	51.8	41.0	+26	
	<b>294.0</b>	<b>364.4</b>	<b>-19</b>	<b>272.7</b>	<b>566.7</b>	<b>635.5</b>	<b>-11</b>	
<b>Profit before tax</b>								
Plantation								
- Malaysia	99.6	193.6	-48	113.8	213.4	330.1	-35	
- Indonesia	(6.5)	(2.7)	>100	(4.7)	(11.2)	(6.4)	+75	
Property	4.9	2.9	+69	5.9	10.8	5.3	>100	
Biotechnology	(5.1)	(4.3)	+19	(4.8)	(9.9)	(7.5)	+32	
Others	(4.9)	1.8	-	(1.3)	(6.2)	6.3	-	
<b>Adjusted EBITDA</b>	<b>88.0</b>	<b>191.3</b>	<b>-54</b>	<b>108.9</b>	<b>196.9</b>	<b>327.8</b>	<b>-40</b>	
Excess of fair value of net assets of subsidiaries acquired over cost	-	4.0	-	-	-	4.0	-	
Assets written off and others	(0.5)	(0.4)	+25	(0.9)	(1.4)	(0.5)	>100	
<b>EBITDA</b>	<b>87.5</b>	<b>194.9</b>	<b>-55</b>	<b>108.0</b>	<b>195.5</b>	<b>331.3</b>	<b>-41</b>	
Depreciation and amortisation	(12.2)	(10.7)	+14	(13.2)	(25.4)	(20.7)	+23	
Interest income	8.2	6.1	+34	7.9	16.1	11.5	+40	
Finance cost	(0.8)	(0.1)	>100	(0.7)	(1.5)	(0.3)	>100	
Share of results in jointly controlled entities and associates	5.2	0.7	>100	2.0	7.2	1.2	>100	
<b>Profit before tax</b>	<b>87.9</b>	<b>190.9</b>	<b>-54</b>	<b>104.0</b>	<b>191.9</b>	<b>323.0</b>	<b>-41</b>	

The Group recorded lower revenue for the current quarter ("2Q 2012") and half year ended 30 June 2012 ("1H 2012") compared with the corresponding periods of the previous year, mainly due to a combination of lower FFB production and lower palm product selling prices.

The drought experienced in 2010 had a lagged effect on the FFB production of the Group in 2Q 2012, leading to a 25% decline from the same quarter last year. The sharp drop in FFB production in the current quarter more that erased the 3% year-on-year increase registered in 1Q 2012, resulting in a 13% decline in production in 1H 2012 from the same period a year ago.

Palm product selling prices were softer year-on-year as concerns over global economic growth prospects amid the ongoing European financial crisis and signs of a potential economic slowdown in China overshadowed the positive influence of a weather-induced shortfall in world supplies of palm and soybean products.

### 1) Performance Analysis (Continued)

	Current Quarter			Year-To-Date		
	2012	2011	Change %	2012	2011	Change %
<b>Average Selling Price/tonne (RM)</b>						
○ Crude palm oil	3,206	3,368	-5	3,193	3,492	-9
○ Palm kernel	1,890	2,583	-27	1,915	2,768	-31
<b>Production (MT'000)</b>						
○ Fresh Fruit Bunches	276	369	-25	551	635	-13

Rising input costs stemming from wage and material price inflation, along with increased fertiliser application and higher foreign worker recruitment expenses, resulted in a narrowing of the EBITDA margin for the plantation segment in Malaysia from 56% in 1H 2011 to 42% in 1H 2012.

The Indonesia plantation segment continued to register operating losses despite higher FFB production, mainly on account of yields from newly maturing areas that have yet to reach optimal levels coupled with the less favourable local market dynamics for FFB producers.

The property segment registered a year-on-year increase in EBITDA in the current quarter and 1H 2012, underpinned by sustained demand for its properties.

The biotechnology segment posted a higher loss in 2Q 2012 and 1H 2012 compared with the previous year's corresponding periods in line with the intensified research and development activities.

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

Pre-tax profit for 2Q 2012 was lower quarter-on-quarter despite an increase in revenue, reflecting a higher proportion of CPO and PK sales derived from the processing of FFB sourced externally, in line with the Group's effort to boost mill capacity utilisation and economies of scale.

The lower quarter-on-quarter pre-tax was also due to increased fertiliser application and upkeep activities in line with the more conducive weather condition in 2Q 2012.

	2Q 2012	1Q 2012	Change %
<b>Average Selling Price/tonne (RM)</b>			
○ Crude palm oil	3,206	3,179	+1
○ Palm kernel	1,890	1,941	-3
<b>Production (MT'000)</b>			
○ Fresh Fruit Bunches	276	275	-

### 3) Prospects

The direction of palm product prices and the FFB production trend will be the major drivers of the Group's performance for the second half of the year. The protracted European financial crisis and the sluggish pace of recovery in the U.S., along with renewed concerns over a possible moderation in China's economic expansion, may continue to restrain upside in global commodity prices. However, should projections of severe drought damage to the U.S. soybean crop and potential deterioration in weather conditions in oil palm growing regions materialise, any resultant tightening of world edible oil supplies would lend support to soyoil and CPO prices.

Notwithstanding weather patterns, the Group is optimistic that its estates in Malaysia should recover from the lagged effect of the 2010 drought to stage a meaningful improvement in production in the second half of 2012 and help make up for the slow start to the year.

### 3) *Prospects (Continued)*

Historically, production of FFB peaks in the second half of the year. Barring any adverse weather developments, the expected improvement in production in Malaysia will be complemented by higher crop contribution from the Indonesia operations, where additional planted areas will progressively be reaching maturity over the course of the remainder of the year. Furthermore, the scheduled completion of the Group's palm oil processing capacities in 3Q 2012 will provide a timely boost to the Indonesia operations in terms of operational efficiency while plantation development activities continue.

Notwithstanding the better production outlook, the Group expects the prevailing upward pressure on operating costs to continue in view of higher input costs for fertiliser, fuel and labour.

The property segment will continue with its marketing efforts, focusing on affordable residential and commercial properties to cater to the requirements of buyers in the Iskandar Malaysia and Batu Pahat regions in Johor.

Meanwhile, the biotechnology segment has progressed to developing a new generation of DNA markers of higher precision and accuracy. The segment will continue to pursue its research and development objectives in the use of genomic science in oil palm to improve its productivity and sustainability.

### 4) *Variance of Actual Profit from Forecast Profit*

The Group did not issue any profit forecast or profit guarantee for the financial year.

### 5) *Taxation*

Tax charge for the current quarter and financial year-to-date are set out below:

	<b>Current Quarter 2Q 2012 RM'000</b>	<b>Current Financial Year-To-Date RM'000</b>
Current taxation:		
- Malaysian income tax charge	<b>25,275</b>	<b>50,481</b>
- Deferred tax credit	<b>(4,763)</b>	<b>(3,726)</b>
	-----	-----
	<b>20,512</b>	<b>46,755</b>
Prior year's taxes		
- Income tax underprovided	-	<b>620</b>
- Deferred tax overprovided	<b>(33)</b>	<b>(176)</b>
	-----	-----
	<b>20,479</b>	<b>47,199</b>
	=====	=====

The effective tax rate for the current quarter was lower than the statutory tax rate mainly caused by share of results in jointly controlled entities and associates. The effective tax rate for the financial year-to-date was lower than the statutory tax rate mainly due to income not subject to tax.

## 6) Profit before taxation

Profit before taxation has been determined after inclusion of the following charges and credits:

	<b>Current Quarter 2Q 2012 RM'000</b>	<b>Current Financial Year-To-Date RM'000</b>
<b>Charges:</b>		
Finance cost	<b>845</b>	<b>1,536</b>
Depreciation and amortisation	<b>12,204</b>	<b>25,353</b>
Net exchange loss - unrealised	<b>5,013</b>	<b>7,129</b>
	-----	-----
<b>Credits:</b>		
Interest income	<b>8,260</b>	<b>16,121</b>
Investment income	<b>773</b>	<b>1,555</b>
Gain on disposal of property, plant and equipment	<b>127</b>	<b>10,316</b>
Net exchange gain - realised	<b>174</b>	<b>526</b>
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Other than the above, there were no provision for and write off of receivables and inventories, gain or loss on disposal of quoted or unquoted investment or properties, impairment of assets and gain or loss on derivatives for the financial period ended 30 June 2012.

## 7) Status of Corporate Proposals Announced

- (i) **Proposed JV between Ketapang Holdings Pte Ltd (“KHoldings”), an indirect wholly-owned subsidiary of the Company, Palma Citra Investama Pte Ltd (“Palma”) and PT Sawit Mandira (“PTMandira”) to develop 17,360 hectares (based on Izin Lokasi or Location Permit) into oil palm plantation (“Proposed JV”)**

With reference to the Company’s announcement dated 5 June 2009 in respect of the Proposed Joint Ventures (“Proposed JV”) for oil palm cultivation in Kabupaten Ketapang, Provinsi Kalimantan Barat, Republic of Indonesia, the Company had on 22 December 2011 further announced that KHoldings, Palma and PTMandira had on 22 December 2011 mutually agreed to extend the period for fulfillment of the obligations to obtain all requisite licences, permits or approvals referred to in the Joint Venture Agreement dated 5 June 2009 for the Proposed JV (“JV Agreement”) for a further period of 1 year commencing from 1 January 2012 and ending on 31 December 2012. Save as set out above, all other terms and conditions of the JV agreement remain unchanged. The JV Agreement is still conditional as at 21 August 2012.

- (ii) **Proposed Joint Venture for the development and cultivation of oil palm plantation of approximately 74,000 hectares located at Kabupaten Kapuas and Barito Selatan, Kalimantan Tengah, Republic of Indonesia**

On 13 April 2012, the Company announced that Sunyield Success Sdn Bhd (“Purchaser”), a wholly-owned subsidiary of the Company, had on 13 April 2012 entered into a Sale and Purchase and Subscription Agreement (“SPS Agreement”) with Global Agrindo Investment Company Limited (“Vendor”) and Global Agripalm Investment Holdings Pte Ltd (“JV Co”) for the purpose of establishing a joint venture for the development and cultivation of approximately 74,000 hectares of oil palm plantation in Kabupaten Kapuas and Barito Selatan, Kalimantan Tengah, Republic of Indonesia. The completion of the SPS Agreement will take place seven business days after fulfillment of nine conditions precedents unless otherwise waived by the Purchaser, which shall not be later than 30 June 2012. The Company had on 5 July 2012 further announced that the Purchaser, Vendor and the JV Co had entered into a Supplementary Agreement to extend the Completion Date referred to in the SPS Agreement to not later than 30 September 2012. The SPS Agreement is still conditional as at 21 August 2012.

## 8) Group Borrowings and Debt Securities

The details of the Group's borrowings as at 30 June 2012 are set out below:

	Secured RM'000	Unsecured RM'000	Total RM'000
<b>Borrowings</b>			
<u>Non-current</u>			
Term loans denominated in:			
United States Dollars (USD173,910,030)	<b>555,034</b> =====	-	<b>555,034</b> =====
<u>Current</u>			
Finance lease liabilities denominated in:			
Indonesia Rupiah (IDR422,205,440)	<b>142</b> =====	-	<b>142</b> =====

Finance lease liabilities are secured by assets of certain subsidiaries and the term loans are secured over the plantation lands of subsidiaries in Indonesia.

The Group does not have any debt securities as at 30 June 2012.

## 9) Outstanding Derivatives

As at 30 June 2012, the summary and maturity analysis of the outstanding IRCLIA contracts of the Group are as follows:

Notional Amount	USD15 million	USD25 million	USD10 million	USD10 million
Trade Date	March 2010	November 2010	March 2011	August 2011
Effective date	April 2011	November 2011	April 2011	November 2012
Maturity date	April 2015	November 2015	April 2015	November 2016

As at 30 June 2012	Contract/Notional Value (RM'000)	Fair Value Liability* (RM'000)
USD		
- Less than 1 year	N/A	(1,289)
- 1 year to 3 years	N/A	(2,914)
- More than 3 years	191,490 =====	(599) =====

\*This denotes the fair value liability of the IRCLIA contracts maturing on a quarterly basis up to the full maturity of each IRCLIA contract.

The Group has also entered into forward foreign currency exchange contracts to manage the Group's exposure to foreign exchange risks in relation to its operations in Indonesia.

As at 30 June 2012, the values and maturity analysis of the outstanding forward foreign currency exchange contracts of the Group are as follows:

As at 30 June 2012	Contract/Notional Value (RM'000)	Fair Value Liability (RM'000)
USD		
- Less than 1 year	58,962 =====	(727) =====

Other than the above, there is no change in the following information for the financial derivatives since the last financial year ended 31 December 2011:

- the credit risk, market risk and liquidity risk associated with those financial derivatives;
- the cash requirements of the financial derivatives; and
- the policy in place for mitigating or controlling the risks associated with those financial derivatives.

## 10) Fair Value Changes of Financial Liabilities

As at 30 June 2012, the Group does not have any financial liabilities measured at fair value through profit or loss.



## **11) Changes in Material Litigation**

On the status of the legal suit No. K22-245 of 2002 with regards to the claim for Native Customary Rights over the agricultural land or part thereof held under title number CL095330724 measuring approximately 8,830 hectares situated at Sungai Tongod, District of Kinabatangan, Sandakan, Sabah, the Court of Appeal had on 9 June 2011, upheld the decision of the High Court and dismissed the Plaintiffs' appeal against the preliminary objection raised by the Defendants (the "Court of Appeal's Ruling").

The Plaintiffs had filed a motion for leave to appeal before the Federal Court against the Court of Appeal's Ruling ("the Appeal"). On 25 July 2011, the Federal Court granted leave for the Appeal, which was heard and allowed by the Federal Court on 24 November 2011. The Federal Court further ordered that the matter be remitted to the High Court to hear the Appeal for the Application to Strike Out. The High Court had on 21 March 2012 dismissed the Appeal for Application to Strike Out with cost ("High Court Decision") and ordered the parties to proceed with trial.

On an application by the Plaintiffs, the High Court had allowed the Plaintiffs' application to amend the Statement of Claim and for joinder of two additional parties as the Sixth and Seventh Defendants, namely the Assistant Collector of Land Revenue, Tongod and the Registrar of Titles.

The Company and Genting Tanjung Bahagia Sdn Bhd being the Second and Third Defendants respectively had on 17 April 2012 filed a Notice of Appeal to the Court of Appeal against the High Court Decision. The Court of Appeal has yet to fix any date for the hearing of the appeal.

The High Court had vacated the trial dates on 18 September 2012 – 21 September 2012 and 29 October 2012 – 31 October 2012 and also set the mention date of 4 October 2012 to fix the new trial dates.

Other than above, there have been no changes to the status of the aforesaid litigation as at 21 August 2012.

## **12) Dividend Proposed or Declared**

- a) i) An interim dividend for the financial period ended 30 June 2012 has been declared by the Directors.
- ii) The interim dividend for the financial period ended 30 June 2012 is 4.25 sen per ordinary share of 50 sen each, less 25% tax.
- iii) The interim dividend declared and paid for the previous year's corresponding period was 4.25 sen per ordinary share of 50 sen each, less 25% tax.
- iv) The interim dividend shall be payable on 17 October 2012.
- v) Entitlement to the interim dividend :-

A Depositor shall qualify for entitlement to the interim dividend only in respect of:

- o Shares transferred into the Depositor's Securities Account before 4.00 p.m on 28 September 2012 in respect of ordinary transfer; and
  - o Shares bought on the Bursa Securities on a cum entitlement basis according to the Main Market Listing Requirements of Bursa Securities.
- b) The total dividend payable for the financial period ended 30 June 2012 is 4.25 sen per ordinary share of 50 sen each, less 25% tax.

### 13) Earnings per Share

	Current Quarter 2Q 2012	Current Financial Year- To-Date
<b>Basic earnings per share</b>		
Profit for the financial period attributable to equity holders of the Company (RM'000)	69,835 =====	148,629 =====
Weighted average number of ordinary shares in issue ('000)	758,847 =====	758,780 =====
Basic earnings per share (sen)	9.20 =====	19.59 =====

### 14) Realised and Unrealised Profits/Losses

The breakdown of the retained profits of the Group as at 30 June 2012, into realised and unrealised profits, pursuant to a directive issued by Bursa Securities on 25 March 2010 and 20 December 2010 is as follows:

	As at the end of current quarter RM'000	As at the end of last financial year RM'000
Total retained profits of Genting Plantations Berhad and its subsidiaries:		
- Realised	4,279,077	4,244,851
- Unrealised	(29,827)	(26,946)
	<u>4,249,250</u>	<u>4,217,905</u>
Total share of retained profits/(accumulated losses) from associates:		
- Realised	22,540	17,687
- Unrealised	(965)	(965)
Total share of retained profits/(accumulated losses) from jointly controlled entities:		
- Realised	3,177	848
- Unrealised	-	-
	<u>4,274,002</u>	<u>4,235,475</u>
Less: Consolidation adjustments	<u>(1,446,253)</u>	<u>(1,488,065)</u>
Total group retained profits as per consolidated accounts	<u>2,827,749</u>	<u>2,747,410</u>

The determination of realised and unrealised profits is compiled based on Guidance of Special Matter No. 1, *Determination of Realised and Unrealised Profits or Losses in the Context of Disclosure Pursuant to Bursa Securities Listing Requirements*, issued by the Malaysian Institute of Accountants on 20 December 2010.

The disclosure of realised and unrealised profits above is solely for the purposes of complying with the disclosure requirements stipulated in the directive of Bursa Securities and should not be applied for any other purposes.

### 15) Disclosure of Audit Report Qualification and Status of Matters Raised

The audit report of the Group's annual financial statements for the financial year ended 31 December 2011 did not contain any qualification.

### 16) Authorisation of Interim Financial Statements

The interim financial statements have been approved for issue in accordance with a resolution of the Board of Directors on 28 August 2012.