

FIRST QUARTERLY REPORT

Quarterly report on consolidated results for the first quarter ended 31 March 2015. The figures have not been audited.

**CONDENSED CONSOLIDATED INCOME STATEMENT
FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2015**

	INDIVIDUAL QUARTER		CUMULATIVE PERIOD	
	Current Year Quarter 31/03/2015 RM'000	Preceding Year Corresponding Quarter 31/03/2014 RM'000	Current Year To-Date 31/03/2015 RM'000	Preceding year Corresponding Period 31/03/2014 RM'000
Revenue	324,398	332,885	324,398	332,885
Cost of sales	(209,268)	(178,067)	(209,268)	(178,067)
Gross profit	115,130	154,818	115,130	154,818
Other income	19,058	34,185	19,058	34,185
Other expenses	(68,460)	(46,704)	(68,460)	(46,704)
Profit from operations	65,728	142,299	65,728	142,299
Finance cost	(5,191)	(2,336)	(5,191)	(2,336)
Share of results in joint ventures and associates	6,015	4,736	6,015	4,736
Profit before taxation	66,552	144,699	66,552	144,699
Taxation	(18,603)	(40,163)	(18,603)	(40,163)
Profit for the financial period	47,949	104,536	47,949	104,536
Profit/(loss) attributable to:				
Equity holders of the Company	52,655	101,060	52,655	101,060
Non-controlling interests	(4,706)	3,476	(4,706)	3,476
	47,949	104,536	47,949	104,536
Earnings per share (sen) for profit attributable to equity holders of the Company:				
- Basic	6.83	13.32	6.83	13.32
- Diluted	6.58	12.69	6.58	12.69

(The Condensed Consolidated Income Statement should be read in conjunction with the audited financial statements for the financial year ended 31 December 2014)

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GENTING
PLANTATIONS

**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2015**

	INDIVIDUAL QUARTER		CUMULATIVE PERIOD	
	Current Year Quarter 31/03/2015 RM'000	Preceding Year Corresponding Quarter 31/03/2014 RM'000	Current Year To-Date 31/03/2015 RM'000	Preceding year Corresponding Period 31/03/2014 RM'000
Profit for the financial period	47,949	104,536	47,949	104,536
Other comprehensive income/(loss), net of tax:				
Items that will be reclassified subsequently to profit or loss:				
Cash flow hedge	(186)	2,574	(186)	2,574
Foreign currency translation differences	(4,564)	53,371	(4,564)	53,371
	(4,750)	55,945	(4,750)	55,945
Total comprehensive income for the financial period	43,199	160,481	43,199	160,481
Total comprehensive income/(loss) attributable to:				
Equity holders of the Company	64,297	154,652	64,297	154,652
Non-controlling interests	(21,098)	5,829	(21,098)	5,829
	43,199	160,481	43,199	160,481

(The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the audited financial statements for the financial year ended 31 December 2014)



**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 31 MARCH 2015**

	AS AT 31/03/2015 RM'000	Audited AS AT 31/12/2014 RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	1,365,164	1,338,762
Land held for property development	159,937	158,644
Investment properties	24,331	24,757
Plantation development	1,723,699	1,672,275
Leasehold land use rights	310,602	305,329
Intangible assets	156,104	159,233
Joint ventures	48,636	43,559
Associates	12,801	18,864
Available-for-sale financial assets	119,199	111,187
Other non-current assets	17,062	17,062
Deferred tax assets	107,544	83,289
	-----	-----
	4,045,079	3,932,961
	-----	-----
Current assets		
Property development costs	89,365	60,049
Inventories	115,891	105,098
Tax recoverable	14,885	6,725
Trade and other receivables	318,714	265,304
Amounts due from joint ventures, associates and other related companies	5,733	5,826
Available-for-sale financial assets	100,005	100,005
Cash and cash equivalents	1,071,863	1,076,579
	1,716,456	1,619,586
Assets classified as held for sale	1,855	37,857
	-----	-----
	1,718,311	1,657,443
	-----	-----
TOTAL ASSETS	5,763,390	5,590,404
	=====	=====

(The Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited financial statements for the financial year ended 31 December 2014)



CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 31 MARCH 2015 *(Continued)*

	AS AT 31/03/2015 RM'000	Audited AS AT 31/12/2014 RM'000
EQUITY AND LIABILITIES		
Equity attributable to equity holders of the Company		
Share capital	385,521	385,223
Reserves	3,557,871	3,512,489
	-----	-----
	3,943,392	3,897,712
Non-controlling interests	248,334	255,432
	-----	-----
Total equity	4,191,726	4,153,144
Non-current liabilities		
Borrowings	1,090,448	999,762
Provision for retirement gratuities	10,420	9,841
Derivative financial liability	727	476
Deferred tax liabilities	60,082	58,019
	-----	-----
	1,161,677	1,068,098
	-----	-----
Current liabilities		
Trade and other payables	360,561	323,762
Amounts due to ultimate holding and other related companies	2,117	2,915
Borrowings	43,904	27,430
Derivative financial liabilities	1,364	1,429
Taxation	2,041	12,898
	-----	-----
	409,987	368,434
Liabilities classified as held for sale	-	728
	-----	-----
	409,987	369,162
	-----	-----
Total liabilities	1,571,664	1,437,260
	-----	-----
TOTAL EQUITY AND LIABILITIES	5,763,390	5,590,404
	=====	=====
NET ASSETS PER SHARE (RM)	5.11	5.06

(The Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited financial statements for the financial year ended 31 December 2014)



**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2015**

	←----- Attributable to equity holders of the Company ----->											
	Share Capital RM'000	Share Premium RM'000	Warrants Reserve 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
Balance at 1 January 2015	385,223	146,555	209,806	41,804	40,679	(151,034)	(1,506)	(957)	3,227,142	3,897,712	255,432	4,153,144
Total comprehensive income/(loss) for the financial period	-	-	-	-	-	11,721	(79)	-	52,655	64,297	(21,098)	43,199
Issue of shares upon exercise of warrants	298	5,293	(978)	-	-	-	-	-	-	4,613	-	4,613
Effects arising from changes in composition of the Group	-	-	-	-	-	-	-	-	-	-	14,000	14,000
Buy-back of shares (Note 1(e))	-	-	-	-	-	-	-	(105)	-	(105)	-	(105)
Appropriation: Special single-tier dividend paid for the financial year ended 31 December 2014 (3 sen)	-	-	-	-	-	-	-	-	(23,125)	(23,125)	-	(23,125)
Balance at 31 March 2015	385,521	151,848	208,828	41,804	40,679	(139,313)	(1,585)	(1,062)	3,256,672	3,943,392	248,334	4,191,726

(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 2014)



**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2015 (Continued)**

	-----> Attributable to equity holders of the Company <----->											
	Share Capital RM'000	Share Premium RM'000	Warrants Reserve 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
Balance at 1 January 2014	379,423	43,382	228,879	41,804	40,679	(151,589)	(4,390)	(749)	2,848,838	3,426,277	177,658	3,603,935
Total comprehensive income for the financial period	-	-	-	-	-	51,018	2,574	-	101,060	154,652	5,829	160,481
Issue of shares upon exercise of warrants	128	2,261	(418)	-	-	-	-	-	-	1,971	-	1,971
Buy-back of shares	-	-	-	-	-	-	-	(106)	-	(106)	-	(106)
Balance at 31 March 2014	379,551	45,643	228,461	41,804	40,679	(100,571)	(1,816)	(855)	2,949,898	3,582,794	183,487	3,766,281

(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 2014)

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2015**

	2015 RM'000	2014 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	66,552	144,699
Adjustments for:		
Depreciation and amortisation	27,539	18,735
Finance cost	5,191	2,336
Interest income	(9,180)	(6,555)
Net unrealised exchange loss/(gain)	16,354	(21,581)
Share of results in joint ventures and associates	(6,015)	(4,736)
Gain on disposal of a subsidiary	(917)	-
Gain on sale of land	(4,053)	-
Other adjustments	531	(742)
	29,450	(12,543)
Operating profit before changes in working capital	96,002	132,156
Changes in working capital:		
Net change in current assets	(50,864)	(2,816)
Net change in current liabilities	25,315	25,945
	(25,549)	23,129
Cash generated from operations	70,453	155,285
Tax paid (<i>net of tax refund</i>)	(38,124)	(4,549)
Retirement gratuities paid	(140)	-
Net cash generated from operating activities	32,189	150,736
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(52,917)	(27,338)
Plantation development	(16,613)	(43,186)
Leasehold land use rights	(1,453)	(5,886)
Investment properties	-	(2,315)
Land held for property development	(6,385)	(1,661)
Acquisition of a subsidiary	-	(33,000)
Interest received	9,180	6,555
Proceeds received from disposal of a subsidiary and sale of land	2,000	-
Dividend received from associates	7,000	-
Other investing activities	1,254	1,638
Net cash used in investing activities	(57,934)	(105,193)

(The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the audited financial statements for the financial year ended 31 December 2014)



CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2015 *(Continued)*

	2015 RM'000	2014 RM'000
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from bank borrowings	35,379	25,859
Proceeds from issue of shares upon exercise of warrants	4,613	1,971
Proceeds from issue of shares in a subsidiary to non-controlling interests	14,000	-
Repayment of bank borrowings and transaction costs	(3,618)	-
Finance cost paid	(7,178)	(5,466)
Dividend paid	(23,125)	-
Buy-back of shares	(105)	(106)
Net cash generated from financing activities	19,966	22,258
Net (decrease)/increase in cash and cash equivalents	(5,779)	67,801
Cash and cash equivalents at beginning of financial period	1,076,579	830,995
Effect of currency translation	1,063	(1,406)
Cash and cash equivalents at end of financial period	1,071,863	897,390

(The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the audited financial statements for the financial year ended 31 December 2014)



**GENTING PLANTATIONS BERHAD
NOTES TO THE INTERIM FINANCIAL REPORT
- FIRST QUARTER ENDED 31 MARCH 2015**

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

a) Accounting Policies and Methods of Computation

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 Bursa Malaysia Securities Berhad (“Bursa Securities”) Listing Requirements. The financial information for the first quarter ended 31 March 2015 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 2014. 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 2014 except for the adoption of new FRSs, amendments and IC interpretations that are mandatory for the Group for the financial year beginning 1 January 2015:

- Annual Improvements to FRSs 2010 – 2012 Cycle
- Annual Improvements to FRSs 2011 – 2013 Cycle
- Amendments to FRS 119 “Defined Benefit Plans : Employee Contributions”

The adoption of these new FRSs, amendments and IC interpretations does not have any 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”).

The Group falls within the scope definition of Transitioning Entities and accordingly, will adopt the MFRS Framework for the financial year ending 31 December 2017. 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 flows of the Group for the current quarter ended 31 March 2015.

d) Material Changes in Estimates

There were no significant changes made in estimates of amounts reported in previous financial year.

e) Changes in Debt and Equity Securities

(i) During the financial period ended 31 March 2015, the Company had purchased 10,000 ordinary shares of 50 sen each of its issued share capital from the open market for a total consideration of RM104,447. 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 of the Companies Act, 1965.

(ii) During the financial period ended 31 March 2015, the paid-up share capital of the Company was increased by RM0.3 million by way of allotment and issuance of 595,100 new ordinary shares of 50 sen each arising from the exercise of 595,100 warrants.

Other than the above, there were no other issuance, cancellation, repurchase, resale or repayment of debts or equity securities for the financial period ended 31 March 2015.

f) Dividend Paid

A special single-tier dividend of 3 sen per ordinary share of 50 sen each amounting to RM23.1 million was paid on 27 March 2015.

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 31 March 2015 is set out below:

	Plantation		Property RM'000	Biotechnology RM'000	Downstream Manufacturing RM'000	Others RM'000	Total RM'000
	Malaysia RM'000	Indonesia RM'000					
Revenue – external	188,110	45,931	72,681	-	17,676	-	324,398
Adjusted EBITDA	68,550	10,572	30,152	(7,550)	(1,062)	(16,009)	84,653
Assets written off and others	(502)	-	(60)	(4)	-	-	(566)
	68,048	10,572	30,092	(7,554)	(1,062)	(16,009)	84,087
Depreciation and amortisation	(12,236)	(7,431)	(339)	(7,415)	(118)	-	(27,539)
Share of results in joint ventures and associates	933	-	5,082	-	-	-	6,015
	56,745	3,141	34,835	(14,969)	(1,180)	(16,009)	62,563
Interest income							9,180
Finance cost							(5,191)
Profit before taxation							66,552
Assets							
Segment assets	1,425,422	2,083,030	451,157	285,687	226,721	101,768	4,573,785
Joint ventures	-	-	48,636	-	-	-	48,636
Associates	10,185	-	2,720	-	-	(104)	12,801
Assets classified as held for sale	-	-	1,855	-	-	-	1,855
	1,435,607	2,083,030	504,368	285,687	226,721	101,664	4,637,077
Interest bearing instruments							1,003,884
Deferred tax assets							107,544
Tax recoverable							14,885
Total assets							5,763,390
Liabilities							
Segment liabilities	83,282	119,339	150,500	6,010	13,941	2,117	375,189
Interest bearing instruments							1,134,352
Deferred tax liabilities							60,082
Taxation							2,041
Total liabilities							1,571,664

h) Property, Plant and Equipment

During the current financial period ended 31 March 2015, acquisitions and disposals of property, plant and equipment by the Group were RM58.2 million and RM12.6 million respectively.

i) Material Events Subsequent to the End of Financial Year

There were no material events subsequent to the end of the financial period ended 31 March 2015 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 current quarter ended 31 March 2015.

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 2014.

l) Capital Commitments

Authorised capital commitments not provided for in the interim financial statements as at 31 March 2015 are as follows:

	Contracted RM'000	Not Contracted RM'000	Total RM'000
Group			
Property, plant and equipment	142,572	743,379	885,951
Leasehold land use rights	-	16,403	16,403
Investment properties	1,764	2,180	3,944
Plantation development	22,614	516,019	538,633
Investment in a joint venture	5,753	-	5,753
Intellectual property development	10,692	268	10,960
Total	183,395	1,278,249	1,461,644

m) Significant Related Party Transactions

Significant related party transactions which were entered into on agreed terms and prices for the financial period ended 31 March 2015 are set out below:

	Current Quarter 1Q 2015 RM'000
i) Provision of shared services in relation to secretarial, tax, treasury and other services by Genting Berhad.	434 -----
ii) Letting of office space and provision of related services by Oakwood Sdn Bhd.	687 -----
iii) Purchase of air-tickets, hotel accommodation and other related services from Genting Malaysia Berhad.	26 -----
iv) Provision of information technology and system implementation services and rental of equipment by eGenting Sdn Bhd and Genting Information Knowledge Enterprise Sdn Bhd.	1,466 -----
v) Provision of management services to Genting Simon Sdn Bhd by Genting Awanpura Sdn Bhd.	122 -----
vi) Letting of office space by PT Lestari Properti Investama	596 -----

(n) Fair Value of Financial Instruments

The Group uses the following hierarchy for determining the fair value of all financial instruments carried at fair value:

- Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities.
- Level 2: Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (that is, as prices) or indirectly (that is, derived from prices).
- Level 3: Inputs for the asset or liability that are not based on observable market data (that is, unobservable inputs).

As at 31 March 2015, the Group's financial instruments measured and recognised at fair value on a recurring basis are as follows:

RM'000	Level 1	Level 2	Level 3	Total
Financial assets				
Available-for-sale financial assets	-	100,005	119,199	219,204
Financial liabilities				
Derivative financial instruments	-	2,091	-	2,091

The methods and valuation techniques used for the purpose of measuring fair value are unchanged compared with the previous financial year ended 31 December 2014.

The following table presents the changes in financial instruments classified within Level 3:

<u>Available-for-sale financial assets</u>	RM'000
As at 1 January 2015	111,187
Foreign exchange differences	8,012
As at 31 March 2015	119,199

There have been no transfers between the levels of the fair value hierarchy during the current financial period ended 31 March 2015.



ADDITIONAL INFORMATION REQUIRED BY BURSA SECURITIES – FIRST QUARTER ENDED 31 MARCH 2015

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	
	2015	2014		4Q 2014	
Revenue					
Plantation - Malaysia	188.1	248.6	-24	244.0	-23
- Indonesia	45.9	41.4	+11	52.5	-13
Property	72.7	42.0	+73	196.1	-63
Downstream manufacturing	17.7	0.9	>100	86.4	-80
	<u>324.4</u>	<u>332.9</u>	-3	<u>579.0</u>	-44
Profit before tax					
Plantation					
- Malaysia	68.6	112.3	-39	100.5	-32
- Indonesia	10.6	13.6	-22	19.0	-44
Property	30.2	15.9	+90	83.6	-64
Biotechnology	(7.6)	(8.3)	-8	(6.8)	+12
Downstream manufacturing	(1.1)	(1.0)	+10	4.9	-
Others	(16.0)	22.0	-	(12.6)	+27
	<u>84.7</u>	<u>154.5</u>	-46	<u>188.6</u>	-56
Adjusted EBITDA					
Assets written off and others	(0.6)	-	-	(0.5)	+20
	<u>84.1</u>	<u>154.5</u>	-47	<u>188.1</u>	-56
Depreciation and amortisation	(27.5)	(18.7)	+47	(21.0)	+31
Interest income	9.2	6.5	+42	9.5	-3
Finance cost	(5.2)	(2.3)	>100	(3.3)	+58
Share of results in joint ventures and associates	6.0	4.7	+28	4.1	+46
	<u>66.6</u>	<u>144.7</u>	-54	<u>177.4</u>	-62

The Group's revenue was down 3% year-on-year in the first quarter of 2015 ("1Q 2015") as a decline in contribution from the Plantation-Malaysia segment due to lower palm products selling prices and FFB production outweighed increases across all other segments. Plantation-Indonesia, Property and Downstream Manufacturing registered higher revenue on the back of higher FFB production in Indonesia, land sales in relation to the divestment of the Genting Permaipura operations as well as higher sales of biodiesel respectively.

The Group's FFB production was 6% lower year-on-year, mainly on account of a weather-induced drop in crop output at our Sabah estates, despite an increase in our production in Indonesia owing to a sizeable addition of newly-mature areas and young mature areas progressing into higher yielding brackets.

1) **Performance Analysis (Continued)**

As for palm product selling prices, CPO averaged RM2,246/mt in 1Q 2015, down 16% from the same period last year amid a slowdown in palm oil exports and tracking the weaker cues from the soybean and crude mineral oil markets. PK price was 12% lower year-on-year as sentiment in the lauric oil market was comparatively less bullish than a year ago during the immediate aftermath of Typhoon Haiyan's impact on coconut oil production.

	Current Quarter		
	2015	2014	Change %
Average Selling Price/tonne (RM)			
o Crude Palm Oil	2,246	2,659	-16
o Palm Kernel	1,751	1,994	-12
Production (MT'000)			
o Fresh Fruit Bunches	353	377	-6

EBITDA for the Plantation segment, covering both Malaysia and Indonesia operations, was lower during the quarter compared with the same period a year ago, owing mainly to the combined impact of weaker palm products selling prices as well as lower FFB yield which pushed up unit cost of production.

Likewise, EBITDA margin narrowed due to the abovementioned factors.

On the other hand, the Property segment posted a marked year-on-year improvement in EBITDA, largely boosted by profit recognised from the divestment of its Genting Permaipura operations.

The Biotechnology segment's loss was marginally lower in line with its research and development ("R&D") activities during the quarter.

The Downstream Manufacturing segment's loss during the quarter was comparable to the amount registered in the same period last year and comprised mainly salary and administrative costs related to its biodiesel operations and the Genting Integrated Biorefinery Complex project.

The overall reduction in the Group's EBITDA was exacerbated by a foreign currency translation loss of RM17.6 million arising from the weakening of the Indonesia Rupiah on our U.S. Dollar denominated borrowings as opposed to a gain of RM20.7 million in the previous year's corresponding period which come under the "Others" category.

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

The Group's profit before tax dipped 62% quarter-on-quarter, reflecting the weaker performances across all segments, mainly on account of the onset of seasonally lower FFB production, lower land sales from Property segment, absence of biodiesel demand for discretionary blending and foreign currency translation loss, which collectively more than offset the stronger palm products selling prices.

	1Q 2015	4Q 2014	Change %
Average Selling Price/tonne (RM)			
o Crude Palm Oil	2,246	2,176	+3
o Palm Kernel	1,751	1,378	+27
Production (MT'000)			
o Fresh Fruit Bunches	353	473	-25

3) **Prospects**

Movements in palm product prices and crop production trends will have an influence on the Group's performance for the rest of 2015, with property market conditions also among the key factors. In addition, the performance prospects for the remaining periods will be affected by the direction of the cost of inputs and materials amid a general uptrend in fertiliser prices and wages from inter-alia inflationary pressures and exchange rate movements.

The palm oil market is expected to continue taking its cue in the coming months from the overall supply and demand balance of the global edible oils industry, which may in turn be affected by changes in weather conditions, government policies and trade regulations, global economic prospects, general market sentiment, currency exchange rate as well as developments in the renewable energy industry.

Notwithstanding the market conditions, the Group anticipates that crop production growth prospects for the year will continue to be primarily driven by Plantation-Indonesia in view of the segment's younger age profile with potential for further yield improvement compared with the Malaysian estates, which have mostly reached prime production age with a steadier yield trend.

For the Property segment, the Group is cognizant of the concerns over certain segments of the property market, and will thus remain focussed on its core strength of offering mixed landed properties that are consistent with market requirements in the flagship Genting Indahpura township.

The Biotechnology segment will continue to carry out marker-assisted plant screening services in support of the Group's plantation operations whilst enhancing and leveraging its R&D capabilities for the application of its crop improvement and ganoderma solutions.

The Downstream Manufacturing segment, which owns two biodiesel plants with a total capacity of 300,000-mt/annum in the Palm Oil Industrial Cluster, Lahad Datu, Sabah, will focus on expanding its reach for biodiesel supply for the requirements of the mandatory B7 blending in Sabah and Sarawak while remaining vigilant to any opportunities to cater to discretionary biodiesel demand, by leveraging its leading position as one of the largest biodiesel producers in Malaysia. At the same time, it will continue working closely with its collaboration partners for the establishment of the Genting Integrated Biorefinery Complex that includes a palm oil refinery and a metathesis plant scheduled for commissioning in 2016 and 2017 respectively.

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

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

5) **Taxation**

Tax charge for the current quarter is set out below:

	Current Quarter 1Q 2015 RM'000
Current taxation:	
- Malaysian income tax charge	19,569
- Deferred tax reversal	(497)

	19,072
Prior year's taxation:	
- Income tax under provided	(469)

	18,603
	=====

The effective tax rate for the current quarter ended 31 March 2015 was higher than the statutory tax rate mainly due to expenses not deductible for tax purposes and tax losses of certain subsidiaries where deferred tax assets have not been recognised.

6) **Profit before taxation**

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

	Current Quarter 1Q 2015 RM'000
Charges:	
Finance cost	5,191
Depreciation and amortisation	27,539
Loss on disposal of property, plant and equipment	153
Net foreign exchange loss	15,813 =====
Credits:	
Interest income	9,180
Investment income	951
Gain on disposal of a subsidiary	917
Gain on sale of land	4,053 =====

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 investments or properties, impairment of assets and gain or loss on derivatives for the current quarter ended 31 March 2015.

7) **Status of Corporate Proposals Announced**

Joint venture for the development and cultivation of oil palm plantation of approximately 69,000 hectares located at Kabupaten Kapuas and Barito Selatan, Kalimantan Tengah, Republic of Indonesia ("Joint Venture")

With reference to the Company's previous announcements in respect of the Joint Venture, the Company had on 26 March 2015 announced that both parties under the Joint Venture have mutually agreed to extend the undertaking by Global Agrindo Investment Company Limited ("Vendor") to deliver the Additional Planted Area of 2,982 ha and to procure all necessary permits for another six months to not later than 27 September 2015.

The parties in the Conditional Sale and Purchase Agreement ("PT UAI CSPA") in relation to the proposed acquisition of 95% equity interest in PT United Agro Indonesia by Universal Agri Investment Pte Ltd from affiliates of the Vendor had on 26 March 2015, at the request of the affiliates of the Vendor, mutually agreed to extend the period for fulfilment of the obligations to obtain all requisite licenses, permits or approvals for a further period of six months to not later than 18 September 2015.

The PT UAI CSPA is still conditional as at 20 May 2015.

8) Group Borrowings and Debt Securities

The details of the Group's borrowings as at 31 March 2015 are set out below:

	Secured RM'000	Unsecured RM'000	Total RM'000
Borrowings			
<u>Non-current</u>			
Term loans denominated in:			
United States Dollars (USD292,606,544)	1,090,448	-	1,090,448
<u>Current</u>			
Term loans denominated in:			
United States Dollars (USD11,780,000)	43,904	-	43,904
	<u>1,134,352</u>	<u>-</u>	<u>1,134,352</u>
	=====	=====	=====

The Group does not have any debt securities as at 31 March 2015.

9) Outstanding Derivatives

As at 31 March 2015, the maturity analysis of the outstanding derivatives of the Group are summarised as follows:

Types of Derivative	Contract/Notional Value RM'000	Fair Value Assets/(Liabilities) RM'000
<u>Interest Rate Swaps</u>		
USD	74,540	
- Less than 1 year		(355)
- 1 year to 3 years		(406)
- More than 3 years		(44)
<u>Interest Rate Capped Libor-In-Arrears Swap</u>		
USD	223,620	
- Less than 1 year		(981)
- 1 year to 3 years		(277)
<u>Forward Foreign Currency Exchange</u>		
USD	4,519	
- Less than 1 year		(28)

There is no significant change for the financial derivatives in respect of the following since the previous financial year ended 31 December 2014:

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

10) Fair Value Changes of Financial Liabilities

As at 31 March 2015, 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").

Subsequently, the Plaintiffs had filed a motion for leave to appeal before the Federal Court against the Court of Appeal's Ruling ("Federal Court Appeal") and the Federal Court granted the Plaintiffs leave for appeal on 25 July 2011.

The Federal Court had on 24 November 2011 heard and allowed the Federal Court Appeal. 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 13 March 2012 dismissed the Appeal for Application to Strike Out with cost ("High Court Decision") and ordered the parties to proceed with trial. Subsequently, 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 against the High Court Decision. The Court of Appeal heard the appeal on 8 May 2013. On 9 May 2013, the Court of Appeal dismissed the appeal. The Defendants' motion for leave to appeal to the Federal Court was dismissed with costs on 25 February 2014 and the Federal Court directed that trial at the High Court should continue.

On an application by the Plaintiffs, the High Court has allowed the Plaintiffs' application to amend the Statement of Claim and for joinder of 3 additional parties as the Sixth, Seventh and Eighth Defendants, namely the Assistant Collector of Land Revenue, Tongod, the Registrar of Titles and Assistant Collector of Land Revenue, Kota Kinabatangan.

The High Court had proceeded with the trial since 26 November 2012 and it is still ongoing.

Other than above, there have been no changes to the status of the aforesaid litigation as at 20 May 2015.

12) **Dividend Proposed or Declared**

No dividend has been proposed or declared for the current quarter ended 31 March 2015.

13) **Earnings per Share**

	Current Quarter 1Q 2015
a) Basic earnings per share	
Profit for the financial period attributable to equity holders of the Company (RM'000)	52,655 =====
Weighted average number of ordinary shares in issue ('000)	770,595 =====
Basic earnings per share (sen)	6.83 =====
b) Diluted earnings per share	
Profit for the financial period attributable to equity holders of the Company (RM'000)	52,655 =====
Adjusted weighted average number of ordinary shares in issue	
Weighted average number of ordinary shares in issue ('000)	770,595
Adjustment for potential conversion of warrants ('000)	29,935
	800,530 =====
Diluted earnings per share (sen)	6.58 =====

14) **Realised and Unrealised Profits/Losses**

The breakdown of the retained profits of the Group as at 31 March 2015 and 31 December 2014, 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 31/03/2015 RM'000	As at 31/12/2014 RM'000
Total retained profits of Genting Plantations Berhad and its subsidiaries:		
- Realised	4,733,090	4,750,054
- Unrealised	(52,548)	(54,062)
	<u>4,680,542</u>	<u>4,695,992</u>
Total share of retained profits/(accumulated losses) from associates:		
- Realised	11,328	17,404
- Unrealised	(650)	(663)
Total share of retained profits/(accumulated losses) from joint ventures:		
- Realised	35,851	30,773
- Unrealised	-	-
	<u>4,727,071</u>	<u>4,743,506</u>
Less: Consolidation adjustments	<u>(1,470,399)</u>	<u>(1,516,364)</u>
Total Group retained profits as per consolidated accounts	<u>3,256,672</u>	<u>3,227,142</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 2014 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 27 May 2015.