

SECOND QUARTERLY REPORT

Quarterly report on consolidated results for the second quarter ended 30 June 2017. The figures have not been audited.

**CONDENSED CONSOLIDATED INCOME STATEMENT
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2017**

	INDIVIDUAL QUARTER		CUMULATIVE PERIOD	
	Current Year Quarter 30/06/2017 RM'000	Preceding Year Corresponding Quarter 30/06/2016 RM'000 Restated	Current Year To-Date 30/06/2017 RM'000	Preceding year Corresponding Period 30/06/2016 RM'000 Restated
Revenue	446,245	309,123	846,469	569,995
Cost of sales	(305,473)	(229,762)	(561,707)	(417,147)
Gross profit	140,772	79,361	284,762	152,848
Other income	23,328	17,714	45,755	39,540
Other expenses	(51,143)	(46,267)	(101,323)	(103,536)
Profit from operations	112,957	50,808	229,194	88,852
Finance cost	(16,678)	(16,465)	(31,961)	(33,334)
Share of results in joint ventures and associates	7,567	5,357	13,608	11,541
Profit before taxation	103,846	39,700	210,841	67,059
Taxation	(27,774)	(11,652)	(57,264)	(19,481)
Profit for the financial period	76,072	28,048	153,577	47,578
Profit/(loss) attributable to:				
Equity holders of the Company	70,978	33,933	143,508	54,807
Non-controlling interests	5,094	(5,885)	10,069	(7,229)
	76,072	28,048	153,577	47,578
Earnings per share (sen) for profit attributable to equity holders of the Company:				
- Basic	8.93	4.32	17.94	6.97
- Diluted	8.61	4.17	17.29	6.71

(The Condensed Consolidated Income Statement should be read in conjunction with the audited financial statements for the financial year ended 31 December 2016)

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>



GENTING
PLANTATIONS

**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2017**

	INDIVIDUAL QUARTER		CUMULATIVE PERIOD	
	Current Year Quarter 30/06/2017 RM'000	Preceding Year Corresponding Quarter 30/06/2016 RM'000 Restated	Current Year To-Date 30/06/2017 RM'000	Preceding year Corresponding Period 30/06/2016 RM'000 Restated
Profit for the financial period	76,072	28,048	153,577	47,578
Other comprehensive income/(loss), net of tax:				
Items that will be reclassified subsequently to profit or loss:				
Cash flow hedge	(1,276)	(121)	322	(2,751)
Foreign currency translation differences	<u>(40,810)</u>	<u>33,576</u>	<u>(33,959)</u>	<u>(34,498)</u>
	<u>(42,086)</u>	<u>33,455</u>	<u>(33,637)</u>	<u>(37,249)</u>
Total comprehensive income/(loss) for the financial period	<u>33,986</u>	<u>61,503</u>	<u>119,940</u>	<u>10,329</u>
Total comprehensive income/(loss) attributable to:				
Equity holders of the Company	31,407	71,519	112,431	16,621
Non-controlling interests	<u>2,579</u>	<u>(10,016)</u>	<u>7,509</u>	<u>(6,292)</u>
	<u>33,986</u>	<u>61,503</u>	<u>119,940</u>	<u>10,329</u>

(The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the audited financial statements for the financial year ended 31 December 2016)



**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2017**

	AS AT 30/06/2017 RM'000	AS AT 31/12/2016 RM'000 Restated
ASSETS		
Non-current assets		
Property, plant and equipment	3,812,213	3,811,281
Land held for property development	251,576	254,825
Investment properties	25,219	25,517
Leasehold land use rights	488,869	495,758
Intangible assets	33,468	34,628
Joint ventures	89,292	77,894
Associates	12,710	12,501
Available-for-sale financial assets	137,141	143,170
Other non-current assets	14,361	14,361
Deferred tax assets	91,752	92,556
	-----	-----
	4,956,601	4,962,491
	-----	-----
Current assets		
Property development costs	48,038	50,006
Inventories	187,538	174,278
Tax recoverable	10,781	13,112
Trade and other receivables	381,074	504,758
Amounts due from joint ventures, associates and other related companies	2,884	4,139
Derivative financial assets	930	424
Available-for-sale financial assets	500,001	500,006
Cash and cash equivalents	1,478,166	1,260,266
	2,609,412	2,506,989
Assets classified as held for sale	-	6,034
	-----	-----
	2,609,412	2,513,023
	-----	-----
TOTAL ASSETS	7,566,013	7,475,514
	=====	=====

(The Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited financial statements for the financial year ended 31 December 2016)



CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2017 *(Continued)*

	AS AT 30/06/2017 RM'000	AS AT 31/12/2016 RM'000 Restated
EQUITY AND LIABILITIES		
Equity attributable to equity holders of the Company		
Share capital	840,764	397,019
Reserves	3,472,604	3,883,906
	4,313,368	4,280,925
Non-controlling interests	259,746	255,380
	4,573,114	4,536,305
Non-current liabilities		
Borrowings	2,326,107	2,315,708
Provision for retirement gratuities	14,201	12,469
Derivative financial liability	2,679	2,073
Deferred tax liabilities	149,155	143,357
Deferred income	8,493	8,493
	2,500,635	2,482,100
Current liabilities		
Trade and other payables	340,145	412,350
Amounts due to ultimate holding and other related companies	1,704	2,072
Borrowings	130,588	29,097
Derivative financial liabilities	151	574
Taxation	19,676	13,016
	492,264	457,109
Total liabilities	2,992,899	2,939,209
TOTAL EQUITY AND LIABILITIES	7,566,013	7,475,514
NET ASSETS PER SHARE (RM)	5.37	5.39

(The Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited financial statements for the financial year ended 31 December 2016)



**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2017**

	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
At 1 January 2017, as previously reported	397,019	356,384	171,015	18,063	40,679	13,135	(1,279)	(1,372)	3,681,890	4,675,534	289,688	4,965,222
Effect of change in accounting policy (see Note I(a))	-	-	-	-	-	(10,191)	-	-	(384,418)	(394,609)	(34,308)	(428,917)
At 1 January 2017, as restated	397,019	356,384	171,015	18,063	40,679	2,944	(1,279)	(1,372)	3,297,472	4,280,925	255,380	4,536,305
Total comprehensive income/(loss) for the financial period	-	-	-	-	-	(31,506)	429	-	143,508	112,431	7,509	119,940
Issue of shares upon exercise of warrants	73,353	14,008	(15,290)	-	-	-	-	-	-	72,071	-	72,071
Transfer from share premium (see Note below)	370,392	(370,392)	-	-	-	-	-	-	-	-	-	-
Effects arising from changes in composition of the Group	-	-	-	-	-	-	-	-	-	-	(1,345)	(1,345)
Dividend paid to non-controlling interest	-	-	-	-	-	-	-	-	-	-	(1,798)	(1,798)
Appropriation:												
- Special single-tier dividend paid for the financial year ended 31 December 2016 (11 sen)	-	-	-	-	-	-	-	-	(87,805)	(87,805)	-	(87,805)
- Final single-tier dividend paid for the financial year ended 31 December 2016 (8 sen)	-	-	-	-	-	-	-	-	(64,254)	(64,254)	-	(64,254)
	-	-	-	-	-	-	-	-	(152,059)	(152,059)	-	(152,059)
Balance at 30 June 2017	840,764	-	155,725	18,063	40,679	(28,562)	(850)	(1,372)	3,288,921	4,313,368	259,746	4,573,114

Note : With the Companies Act 2016 ("the Act") that came into effect on 31 January 2017, the credit standing in the share premium account of RM370.4 million has been transferred to share capital account. Pursuant to subsection 618(3) of the Act, the Group may exercise its right to use the amount standing to the credit of its share premium within 24 months after the commencement of the Act. The Board of Directors will make a decision thereon before 31 January 2019.

(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 2016)



**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2017 (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
At 1 January 2016, as previously reported	391,331	255,205	189,720	33,973	40,679	(39,802)	(1,058)	(1,155)	3,350,418	4,219,311	285,280	4,504,591
Effect of change in accounting policy (see Note I(a))	-	-	-	-	-	(3,461)	-	-	(355,143)	(358,604)	(19,560)	(378,164)
At 1 January 2016, as restated	391,331	255,205	189,720	33,973	40,679	(43,263)	(1,058)	(1,155)	2,995,275	3,860,707	265,720	4,126,427
Total comprehensive income/(loss) for the financial period	-	-	-	-	-	(36,984)	(1,202)	-	54,807	16,621	(6,292)	10,329
Issue of shares upon exercise of warrants	4,443	79,034	(14,611)	-	-	-	-	-	-	68,866	-	68,866
Transfer due to realisation of revaluation reserve	-	-	-	(1,326)	-	-	-	-	1,326	-	-	-
Dividend paid to non-controlling interest	-	-	-	-	-	-	-	-	-	-	(1,457)	(1,457)
Buy-back of shares	-	-	-	-	-	-	-	(109)	-	(109)	-	(109)
Appropriation:												
- Final single-tier dividend paid for the financial year ended 31 December 2015 (3 sen)	-	-	-	-	-	-	-	-	(23,742)	(23,742)	-	(23,742)
Balance at 30 June 2016	395,774	334,239	175,109	32,647	40,679	(80,247)	(2,260)	(1,264)	3,027,666	3,922,343	257,971	4,180,314

(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 2016)

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2017**

	2017	2016
	RM'000	RM'000
		Restated
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	210,841	67,059
Adjustments for:		
Depreciation and amortisation	87,783	85,236
Finance cost	31,961	33,334
Interest income	(20,196)	(22,673)
Investment income	(8,731)	(9,775)
Net unrealised exchange loss	7,554	5,647
Share of results in joint ventures and associates	(13,608)	(11,541)
Gain on disposal of subsidiaries	(640)	-
Write off of receivables	2,711	-
Other adjustments	2,559	1,231
	89,393	81,459
Operating profit before changes in working capital	300,234	148,518
Changes in working capital:		
Net change in current assets	127,704	16,043
Net change in current liabilities	(39,262)	26,850
	88,442	42,893
Cash generated from operations	388,676	191,411
Tax paid (<i>net of tax refund</i>)	(40,497)	(30,685)
Net cash generated from operating activities	348,179	160,726
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(153,848)	(228,548)
Leasehold land use rights	(44,955)	(8,076)
Land held for property development	(4,341)	(9,537)
Interest received	20,196	22,673
Investment income	8,731	9,775
Proceeds received from disposal of subsidiaries	14,507	-
Proceeds from disposal of property, plant and equipment	93	431
Dividend received from associates	2,000	2,000
Net cash used in investing activities	(157,617)	(211,282)

(The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the audited financial statements for the financial year ended 31 December 2016)

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2017 *(Continued)*

	2017	2016
	RM'000	RM'000
		Restated
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from bank borrowings	177,044	170,901
Proceeds from issue of shares upon exercise of warrants	72,071	68,866
Repayment of bank borrowings and transaction costs	(11,010)	(428,353)
Finance cost paid	(46,577)	(41,291)
Dividend paid	(152,059)	-
Dividend paid to non-controlling interests	(1,798)	(1,457)
Buy-back of shares	-	(109)
Net cash generated from financing activities	37,671	(231,443)
	-----	-----
Net increase in cash and cash equivalents	228,233	(281,999)
Cash and cash equivalents at beginning of financial period	1,260,266	1,424,897
Effect of currency translation	(10,333)	(6,611)
	-----	-----
Cash and cash equivalents at end of financial period	1,478,166	1,136,287
	=====	=====

(The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the audited financial statements for the financial year ended 31 December 2016)



**GENTING PLANTATIONS BERHAD
NOTES TO THE INTERIM FINANCIAL REPORT
- SECOND QUARTER ENDED 30 JUNE 2017**

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 FRS 134 “Interim Financial Reporting” and paragraph 9.22 of Bursa Malaysia Securities Berhad (“Bursa Securities”) Listing Requirements. The financial information for the current quarter and six months ended 30 June 2017 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 2016. 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 2016 except for the adoption of new FRSs and amendments that are mandatory for the Group for the financial year beginning 1 January 2017 and the change in accounting policy as disclosed below:

- Amendments to FRS 107 “Statement of Cash Flows” – Disclosure Initiative.
- Amendments to FRS 112 “Income Taxes” – Recognition of Deferred Tax Assets for Unrealised Losses.

The adoption of these new FRSs and amendments did not have any material impact on the interim financial information of the Group.

Change in Accounting Policy

During the current quarter, the Group has changed its accounting policy for bearer plants to be in accordance with the accounting requirements of FRS 116 “Property, Plant and Equipment”. A bearer plant is a living plant that is used in the production or supply of agricultural produce, is expected to bear produce for more than one period and has a remote likelihood of being sold as agricultural produce, except for incidental scrap sales.

Prior to the change in accounting policy, the Group adopted the capital maintenance model on its bearer plants (i.e. oil palm trees) where all new planting expenditure (also termed as plantation development expenditure) incurred from the stage of land clearing up to the stage of maturity was capitalised and not depreciated. Replanting expenditure was charged to profit or loss in the financial year in which the expenditure was incurred.

Under the revised accounting policy, bearer plants are classified as property, plant and equipment and are accounted for in the same way as self-constructed items of property, plant and equipment. Plantation development and replanting expenditures are capitalised at cost and depreciated on a straight-line basis over its useful life of 20 – 22 years from the date of maturity. The bearer plants are subsequently measured at cost less accumulated depreciation and accumulated impairment loss, if any. The new accounting policy is more aligned with the underlying principle in the revised standard, Agriculture: Bearer Plants (Amendments to MFRS 116 “Property, Plant and Equipment” and MFRS 141 “Agriculture”) issued under the Malaysian Financial Reporting Standards (“MFRS”) Framework.

The change in accounting policy has been applied retrospectively and comparatives were restated. The change has resulted in additional depreciation charges to profit or loss in the current and previous quarters. The replanting expenditure that was charged to profit or loss in the previous quarters as other expenses is reversed and capitalised under property, plant and equipment. The corresponding tax impacts have been accounted for.

Change in Accounting Policy (Continued)

Plantation development expenditure has been reclassified to property, plant and equipment on the condensed consolidated statement of financial position.

Cash flows from replanting expenditures which were previously classified as part of operating activities are classified as part of investing activities in the statement of cash flows under the new accounting policy.

The effects of the change in accounting policy on the comparatives are as follows:

	As previously reported RM'000	Adjustments RM'000	Restated RM'000
Condensed Consolidated Income Statement			
<u>Quarter ended 31 March 2017</u>			
Cost of Sales	(236,030)	(20,204)	(256,234)
Other expenses	(54,923)	4,743	(50,180)
Profit before taxation	122,456	(15,461)	106,995
Taxation	(33,805)	4,315	(29,490)
Profit for the financial period	88,651	(11,146)	77,505
Profit/(loss) attributable to:			
Equity holders of the Company	80,059	(7,529)	72,530
Non-controlling interests	8,592	(3,617)	4,975
Earnings per share (sen):			
- Basic	10.04	(0.94)	9.10
- Diluted	9.68	(0.91)	8.77
<u>Quarter ended 30 June 2016</u>			
Cost of Sales	(212,016)	(17,746)	(229,762)
Other expenses	(51,507)	5,240	(46,267)
Profit before taxation	52,206	(12,506)	39,700
Taxation	(14,664)	3,012	(11,652)
Profit for the financial period	37,542	(9,494)	28,048
Profit/(loss) attributable to:			
Equity holders of the Company	40,831	(6,898)	33,933
Non-controlling interests	(3,289)	(2,596)	(5,885)
Earnings per share (sen):			
- Basic	5.20	(0.88)	4.32
- Diluted	5.01	(0.84)	4.17
<u>Six months ended 30 June 2016</u>			
Cost of Sales	(382,222)	(34,925)	(417,147)
Other expenses	(114,822)	11,286	(103,536)
Profit before taxation	90,698	(23,639)	67,059
Taxation	(25,105)	5,624	(19,481)
Profit for the financial period	65,593	(18,015)	47,578
Profit/(loss) attributable to:			
Equity holders of the Company	67,819	(13,012)	54,807
Non-controlling interests	(2,226)	(5,003)	(7,229)
Earnings per share (sen):			
- Basic	8.62	(1.65)	6.97
- Diluted	8.31	(1.60)	6.71

Change in Accounting Policy (Continued)

	As previously reported RM'000	Adjustments RM'000	Restated RM'000
<u>Condensed Consolidated Statement of Financial Position</u>			
<u>As at 31 March 2017</u>			
Non-current assets			
Property, plant & equipment	1,720,979	2,102,883	3,823,862
Plantation development	2,500,909	(2,500,909)	-
Non-current liabilities			
Deferred tax liabilities	105,189	41,863	147,052
Equity			
Reserves	4,280,088	(402,004)	3,878,084
Non-controlling interests	296,850	(37,885)	258,965
Net assets per share (RM)	5.91	(0.50)	5.41
<u>As at 31 December 2016</u>			
Non-current assets			
Property, plant & equipment	1,728,093	2,083,188	3,811,281
Plantation development	2,465,927	(2,465,927)	-
Non-current liabilities			
Deferred tax liabilities	97,179	46,178	143,357
Equity			
Reserves	4,278,515	(394,609)	3,883,906
Non-controlling interests	289,688	(34,308)	255,380
Net assets per share (RM)	5.89	(0.50)	5.39
<u>As at 1 January 2016</u>			
Non-current assets			
Property, plant & equipment	1,561,740	1,787,403	3,349,143
Plantation development	2,109,655	(2,109,655)	-
Non-current liabilities			
Deferred tax liabilities	65,438	55,912	121,350
Equity			
Reserves	3,827,980	(358,604)	3,469,376
Non-controlling interests	285,280	(19,560)	265,720
Net assets per share (RM)	5.39	(0.46)	4.93

Change in Accounting Policy (Continued)

	As previously reported RM'000	Adjustments RM'000	Restated RM'000
Condensed Consolidated Statement of Cash Flows			
<u>Quarter ended 31 March 2017</u>			
Cash flows from operating activities			
Profit before taxation	122,456	(15,461)	106,995
Depreciation and amortisation	21,990	20,204	42,194
Cash flows from investing activities			
Purchase of property, plant and equipment	(6,151)	(48,610)	(54,761)
Plantation development	(43,867)	43,867	-
<u>Six months ended 30 June 2016</u>			
Cash flows from operating activities			
Profit before taxation	90,698	(23,639)	67,059
Depreciation and amortisation	50,311	34,925	85,236
Cash flows from investing activities			
Purchase of property, plant and equipment	(117,959)	(110,589)	(228,548)
Plantation development	(99,303)	99,303	-

Malaysian Financial Reporting Standards

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 Construction of Real Estate", including its parent, significant investor and venturer (herein called "Transitioning Entities").

On 8 September 2015, MASB announced that in light of the International Accounting Standards Board's deferral of IFRS 15 "Revenue from Contracts with Customers", the effective date for the Transitioning Entities to apply the MFRS Framework will also be deferred to 1 January 2018.

The Group falls within the scope definition of Transitioning Entities and accordingly, will adopt the MFRS Framework from the financial year beginning on 1 January 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. 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 six months ended 30 June 2017.

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

During the financial period ended 30 June 2017, the paid-up share capital of the Company was increased by RM73.4 million by way of allotment and issuance of 9,299,360 new ordinary shares arising from the exercise of 9,299,360 warrants.

Other than the above, there were no other issuance, cancellation, repurchase, resale or repayment of debts or equity securities for the six months ended 30 June 2017.

f) Dividend Paid

Dividend paid during the six months ended 30 June 2017 are as follows:

	RM'Mil
i) Special single-tier dividend paid on 27 March 2017 for the financial year ended 31 December 2016 - 11 sen per ordinary share	87.8
ii) Final single-tier dividend paid on 19 June 2017 for the financial year ended 31 December 2016 - 8 sen per ordinary share	64.3

	152.1
	=====

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, gain or loss on disposal of assets and assets written off. Interest income and finance costs are not included in the result for each operating segment.

g) Segment Information (Continued)

Segment analysis for the financial period ended 30 June 2017 is set out below:

	Plantation		Property RM'000	Biotechnology RM'000	Downstream Manufacturing RM'000	Others RM'000	Elimination RM'000	Total RM'000
	Malaysia RM'000	Indonesia RM'000						
Revenue								
- External	214,673	259,805	49,494	-	322,497	-	-	846,469
- Inter segment	232,073	-	-	-	-	-	(232,073)	-
Total Revenue	446,746	259,805	49,494	-	322,497	-	(232,073)	846,469
Adjusted EBITDA	188,233	100,066	10,390	(5,464)	2,293	1,798	-	297,316
(Loss)/gain on disposal of assets	(19)	4	-	-	-	-	-	(15)
Gain on disposal of subsidiaries	-	640	-	-	-	-	-	640
Assets written off	(868)	(4)	(19)	(158)	(111)	-	-	(1,160)
	187,346	100,706	10,371	(5,622)	2,182	1,798	-	296,781
Depreciation and amortisation	(39,467)	(41,464)	(467)	(1,241)	(5,144)	-	-	(87,783)
Share of results in joint ventures and associates	2,117	-	11,491	-	-	-	-	13,608
	149,996	59,242	21,395	(6,863)	(2,962)	1,798	-	222,606
Interest income								20,196
Finance cost								(31,961)
Profit before taxation								210,841
Main foreign currency	RM	IDR	RM	RM	RM	RM		
Exchange ratio of 100 units of foreign currency to RM	-	0.0329	-	-	-	-		
Assets								
Segment assets	1,250,056	3,308,776	470,851	166,466	459,331	501,970	-	6,157,450
Joint ventures	-	-	89,292	-	-	-	-	89,292
Associates	12,339	-	499	-	-	(128)	-	12,710
	1,262,395	3,308,776	560,642	166,466	459,331	501,842	-	6,259,452
Interest bearing instruments								1,204,028
Deferred tax assets								91,752
Tax recoverable								10,781
Total assets								7,566,013
Liabilities								
Segment liabilities	85,322	120,801	137,672	2,490	16,078	5,010	-	367,373
Interest bearing instruments								2,456,695
Deferred tax liabilities								149,155
Taxation								19,676
Total liabilities								2,992,899
Main foreign currency	RM	IDR	RM	RM	RM	RM		
Exchange ratio of 100 units of foreign currency to RM	-	0.0322	-	-	-	-		

h) Property, Plant and Equipment

During the six months ended 30 June 2017, acquisitions and disposals of property, plant and equipment by the Group were RM158.1 million and RM0.4 million respectively.

i) Material Events Subsequent to the End of Financial Period

On 18 August 2017, the Company announced that its wholly owned subsidiary, AsianIndo Holdings Pte Ltd, had on 18 August 2017 entered into a conditional sale and purchase agreement with Lee Rubber Company (Pte) Ltd for the purpose of acquiring 20,000,000 ordinary shares representing 100% equity interest in Knowledge One Investment Pte Ltd for a cash consideration of USD94.97 million ("Proposed Acquisition"). The Proposed Acquisition is expected to be completed in 4Q 2017.

Other than the above, there were no other material events subsequent to the end of the six months ended 30 June 2017 that have not been reflected in this interim financial report.

j) Changes in the Composition of the Group

On 16 March 2017, the Group completed the disposal of its 70% effective interest in PT Permata Sawit Mandiri to PT Suryaborneo Mandiri, a related party, for a cash consideration of USD3,190,000. The financial effects of the disposal have been included in the six month's Condensed Consolidated Statement of Changes in Equity.

Other than the above, there were no material changes in the composition of the Group for the six months ended 30 June 2017.

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 2016.

l) Capital Commitments

Authorised capital commitments not provided for in the interim financial statements as at 30 June 2017 are as follows:

	Contracted RM'000	Not Contracted RM'000	Total RM'000
Property, plant and equipment	83,871	1,393,359	1,477,230
Leasehold land use rights	1,016	21,337	22,353
Intellectual property development	13,487	-	13,487
	98,374	1,414,696	1,513,070

m) Significant Related Party Transactions

Significant related party transactions which were entered into on agreed terms and prices for the current quarter and six months ended 30 June 2017 are set out below:

	Current Quarter 2Q 2017 RM'000	Current Financial Year-to-Date RM'000
i) Provision of shared services in relation to secretarial, tax, treasury and other services by Genting Berhad.	494	988
ii) Letting of office space and provision of related services by Oakwood Sdn Bhd.	668	1,335
iii) Purchase of air-tickets, hotel accommodation and other related services from Genting Malaysia Berhad.	361	378
iv) Provision of information technology and system implementation services and rental of equipment by eGenting Sdn Bhd, Genting Information Knowledge Enterprise Sdn Bhd and Genting Malaysia Berhad.	1,015	1,841

m) Significant Related Party Transactions (Continued)

	Current Quarter 2Q 2017 RM'000	Current Financial Year-to-Date RM'000
v) Provision of management services to Genting Simon Sdn Bhd by Genting Awanpura Sdn Bhd.	137	264
vi) Letting of office space and provision of related services by PT Lestari Properti Investama.	819	1,627
vii) Sale of RBD palm products by Genting MusimMas Refinery Sdn Bhd to Inter-Continental Oils & Fats Pte Ltd.	122,008	177,521
viii) Sale of fresh fruit bunches by PT Agro Abadi Cemerlang to Sepanjang Group.	568	568
ix) Provision of sequencing and bioinformatics services by Genting Laboratory Services Sdn Bhd to ACGT Sdn Bhd.	26	26

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 30 June 2017, 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	-	500,001	137,141	637,142
Derivative financial instruments	-	930	-	930
	<u>-</u>	<u>500,931</u>	<u>137,141</u>	<u>638,072</u>
Financial liabilities				
Derivative financial instruments	-	2,830	-	2,830
	<u>-</u>	<u>2,830</u>	<u>-</u>	<u>2,830</u>

The methods and valuation techniques used for the purpose of measuring fair value are unchanged compared with the previous financial year ended 31 December 2016.

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 2017	143,170
Foreign exchange differences	(6,029)
	<u>137,141</u>
As at 30 June 2017	<u>137,141</u>

There have been no transfers between the levels of the fair value hierarchy during the six months ended 30 June 2017.



GENTING
PLANTATIONS

ADDITIONAL INFORMATION REQUIRED BY BURSA SECURITIES – SECOND QUARTER ENDED 30 JUNE 2017

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

1) Performance Analysis

The results of the Group are tabulated below:

	CURRENT QUARTER				FINANCIAL YEAR-TO-DATE			
	2017 RM'Mil	2016 RM'Mil Restated	+/- RM'Mil	+/- %	1H 2017 RM'Mil	1H 2016 RM'Mil Restated	+/- RM'Mil	+/- %
Revenue								
Plantation - Malaysia	225.3	202.1	+23.2	+11	446.7	350.4	+96.3	+27
- Indonesia	120.5	54.8	+65.7	>100	259.8	108.8	+151.0	>100
Property	28.7	29.3	-0.6	-2	49.5	64.3	-14.8	-23
Downstream manufacturing	196.6	22.9	+173.7	>100	322.5	46.5	+276.0	>100
	571.1	309.1	+262.0	+85	1,078.5	570.0	+508.5	+89
Inter segment	(124.8)	-	-124.8	-	(232.0)	-	-232.0	-
Revenue - external	446.3	309.1	+137.2	+44	846.5	570.0	+276.5	+49
Profit before tax								
Plantation								
- Malaysia	101.5	73.4	+28.1	+38	188.2	128.5	+59.7	+46
- Indonesia	41.1	(0.5)	+41.6	-	100.1	11.8	+88.3	>100
Property	5.7	6.6	-0.9	-14	10.4	18.0	-7.6	-42
Biotechnology	(2.4)	(6.1)	+3.7	+61	(5.5)	(11.1)	+5.6	+50
Downstream manufacturing	2.7	0.3	+2.4	>100	2.3	(0.1)	+2.4	-
Others	(0.3)	9.9	-10.2	-	1.8	5.1	-3.3	-65
Adjusted EBITDA	148.3	83.6	+64.7	+77	297.3	152.2	+145.1	+95
Gain on disposal of subsidiaries	-	-	-	-	0.6	-	+0.6	-
Assets written off and others	(0.2)	(0.4)	+0.2	+50	(1.1)	(0.8)	-0.3	-38
EBITDA	148.1	83.2	+64.9	+78	296.8	151.4	+145.4	+96
Depreciation and amortisation	(45.6)	(43.1)	-2.5	-6	(87.8)	(85.2)	-2.6	-3
Interest income	10.4	10.7	-0.3	-3	20.2	22.7	-2.5	-11
Finance cost	(16.7)	(16.4)	-0.3	-2	(32.0)	(33.3)	+1.3	+4
Share of results in joint ventures and associates	7.6	5.3	+2.3	+43	13.6	11.5	+2.1	+18
Profit before tax	103.8	39.7	+64.1	>100	210.8	67.1	+143.7	>100

The Group's revenue for the current quarter ("2Q 2017") and first half of 2017 ("1H 2017") were higher compared to the corresponding periods of the previous year due to the combination of stronger palm products selling prices, higher FFB production as well as higher sales of biodiesel and refined palm products. However, property sales was lower amid the soft market conditions. The inter segment adjustment represents sales of CPO by the Plantation-Malaysia segment to the Group's refinery operations.

1) **Performance Analysis (Continued)**

The Group's FFB production continued its recovery in 2Q 2017 from the weather-induced decline experienced in the previous year and along with the better age profile and newly-matured areas for Plantation – Indonesia segment, gave rise to a 39% and 34% year-on-year increase in 2Q 2017 and 1H 2017 respectively.

Despite the softer CPO price experienced in 2Q 2017, the Group's achieved CPO price was higher year-on-year in 2Q 2017 and 1H 2017. Notwithstanding the recovery in production, the national inventory was kept low and lagged the previous year's level due to sustained demand.

	Current Quarter			Year-To-Date		
	2017	2016	Change %	2017	2016	Change %
Average Selling Price/tonne (RM)						
o Crude Palm Oil	2,694	2,588	+4	2,861	2,444	+17
o Palm Kernel	2,003	2,344	-15	2,513	2,108	+19
Production (MT'000)						
o Fresh Fruit Bunches	457	329	+39	862	644	+34

EBITDA for the Plantation segment, covering both Malaysia and Indonesia, improved in 2Q 2017 and 1H 2017 from the corresponding periods of the previous year, underpinned by the higher palm products selling prices and higher FFB production.

Property segment's EBITDA continued to trail the previous year's level, weighed down by the lower property sales.

The Biotechnology segment incurred a lower loss in tandem with its lower research and development spending year-on-year.

The Downstream Manufacturing segment contributed positively to the Group's EBITDA in the current quarter and first half of 2017 as a result of higher sales and capacity utilisation from its operations.

Changes in the "Others" category mainly reflect the impact of changes in the foreign currency translation position arising from the foreign exchange movements.

In addition to the above, the Group has changed its accounting policy for bearer plants or oil palm trees as disclosed in the Notes to the Interim Financial Statement and the impact is reflected in the depreciation and amortisation for the periods under review.

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

	2Q 2017 RM'Mil	1Q 2017 RM'Mil Restated	+/- RM'Mil	+/- %
Revenue				
Plantation - Malaysia	225.3	221.4	+3.9	+2
- Indonesia	120.5	139.3	-18.8	-13
Property	28.7	20.8	+7.9	+38
Downstream manufacturing	196.6	125.9	+70.7	+56
	571.1	507.4	+63.7	+13
Inter segment	(124.8)	(107.2)	-17.6	-16
Revenue – external	446.3	400.2	+46.1	+12
	=====	=====		
Profit before tax				
Plantation				
- Malaysia	101.5	86.7	+14.8	+17
- Indonesia	41.1	59.0	-17.9	-30
Property	5.7	4.7	+1.0	+21
Biotechnology	(2.4)	(3.1)	+0.7	+23
Downstream manufacturing	2.7	(0.4)	+3.1	-
Others	(0.3)	2.1	-2.4	-
Adjusted EBITDA	148.3	149.0	-0.7	-
Gain on disposal of subsidiaries	-	0.6	-0.6	-
Assets written off and others	(0.2)	(0.9)	+0.7	+78
	-----	-----		
EBITDA	148.1	148.7	-0.6	-
Depreciation and amortisation	(45.6)	(42.2)	-3.4	-8
Interest income	10.4	9.8	+0.6	+6
Finance cost	(16.7)	(15.3)	-1.4	-9
Share of results in joint ventures and associates	7.6	6.0	+1.6	+27
	-----	-----		
Profit before tax	103.8	107.0	-3.2	-3
	=====	=====		

Despite lower palm products selling prices in 2Q 2017, overall pre-tax profit was comparable with the immediate preceding quarter mainly due to the higher FFB production as well as the element of unrealised profit featured in 1Q 2017 pertaining to the inter segment sales of CPO to the Downstream Manufacturing segment, which were held as stocks at the end of 1Q 2017. The stock level remained comparable as at end of 2Q 2017.

	2Q 2017	1Q 2017	Change %
Average Selling Price/tonne (RM)			
o Crude Palm Oil	2,694	3,053	-12
o Palm Kernel	2,003	3,097	-35
Production (MT'000)			
o Fresh Fruit Bunches	457	405	+13

3) **Prospects**

The Group's performance in the second half of 2017 ("2H 2017") will largely be contingent on the performance of the Plantation segment, which in turn tracks the movements in palm product prices and crop production. In addition to the overall supply and demand balance of the global edible oil markets, the palm oil market is also influenced by weather conditions, currency movements, global economic conditions and the development in the implementation of biodiesel mandates, particularly in Malaysia and Indonesia.

Based on the crop trend observed in 1H 2017 and barring any weather anomalies, the Group expects a continued year-on-year recovery in 2H 2017 particularly from our Indonesian estates as a result of additional newly-mature areas and the progression of existing mature areas into higher yielding brackets. However, the growth in output from our Malaysian estates is expected to be moderated by the escalation of replanting activities.

Overall, the property market is expected to remain soft in 2H 2017 and given this environment, the Group will align its new launches to meet market demand with particular focus on the affordable residential segment which is less affected by the challenging market conditions. The Group's second Premium Outlets, Genting Highlands Premium Outlets, which opened in mid-June 2017 has been attracting a high number of shoppers and is expected to do well in its maiden year of operations.

The Biotechnology segment will continue to leverage on its discoveries for the development of solutions and applications within specific targeted areas for prospective commercial value creation.

For the Downstream Manufacturing segment, continued efforts are being made to extend the market reach for its products and to improve the capacity utilisation of the Group's maiden palm oil refinery. Concurrently, the Group will continue with the production of biodiesel to cater to Malaysia's mandatory B7 biodiesel programme.

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 and six months ended 30 June 2017 are set out below:

	Current Quarter 2Q 2017 RM'000	Current Financial Year-To-Date RM'000
Current taxation:		
- Malaysian income tax charge	23,895	49,688
- Foreign income tax charge	47	549
- Deferred tax charge	4,582	7,777
	-----	-----
	28,524	58,014
Prior year's taxation:		
- Income tax over provided	(750)	(750)
	-----	-----
	27,774	57,264
	=====	=====

The effective tax rate for the current quarter and six months ended 30 June 2017 were 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 2Q 2017 RM'000	Current Financial Year-To-Date RM'000
Charges:		
Finance cost	16,678	31,961
Depreciation and amortisation	45,589	87,783
Write off of receivables	1,077	2,711
Net foreign exchange loss	5,247	7,975
(Gain)/Loss on disposal of property, plant and equipment	(4)	15
	=====	=====
Credits:		
Interest income	10,418	20,196
Investment income	4,803	8,731
Gain on disposal of subsidiaries	-	640
	=====	=====

Other than the above, there were no provision for and write off of inventories, gain or loss on disposal of quoted or unquoted investments, impairment of assets and gain or loss on derivatives for the current quarter and six months ended 30 June 2017.

7) **Status of Corporate Proposals Announced**

There was no corporate proposals announced but not completed as at 16 August 2017.

8) **Group Borrowings and Debt Securities**

The details of the Group's borrowings and debts securities as at 30 June 2017 are set out below:

	As at 30/6/2017			As at 31/12/2016	
	Secured/ Unsecured	Foreign Currency 'million		RM Equivalent '000	RM Equivalent '000
Short term borrowings	Secured	USD	8.0	34,304	29,097
		RM		96,284	-
	Secured		130,588	29,097	
Long term borrowings	Secured	USD	297.3	1,240,668	1,254,473
	Secured	RM		87,896	63,845
	Unsecured	RM		997,543	997,390
				2,326,107	2,315,708
Total borrowings	Secured	USD	305.3	1,274,972	1,283,570
	Secured	RM		184,180	63,845
	Unsecured	RM		997,543	997,390
				2,456,695	2,344,805

9) **Outstanding Derivatives**

As at 30 June 2017, 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	300,160	
- Less than 1 year		821
- 1 year to 3 years		(2,679)
<u>Forward Foreign Currency Exchange</u>		
USD	45,654	
- Less than 1 year		(151)
<u>Commodity Futures Contracts</u>		
USD	N/A	
- Less than 1 year		109

There is no significant change for the financial derivatives in respect of the following since the previous financial year ended 31 December 2016:

- (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 30 June 2017, the Group does not have any financial liabilities measured at fair value through profit or loss.

11) **Changes in Material Litigation**

There are no pending material litigations as at 16 August 2017.

12) **Dividend Proposed or Declared**

- a) i) An interim single-tier dividend of 5.5 sen per ordinary share in respect of the financial year ending 31 December 2017 has been declared by the Directors.
- ii) The interim single-tier dividend declared and paid for the previous year's corresponding period was 2.0 sen per ordinary share.
- iii) The interim single-tier dividend shall be payable on 2 October 2017.
- iv) Entitlement to the interim single-tier dividend:-

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

- Shares transferred into the Depositor's Securities Account before 4.00 p.m on 13 September 2017 in respect of ordinary transfer; and
 - Shares bought on the Bursa Securities on a cum entitlement basis according to the Main Market Listing Requirements of Bursa Securities.
- b) The total single-tier dividend payable for the financial year ending 31 December 2017 is 5.5 sen per ordinary share.

13) Earnings per Share

	Current Quarter 2Q 2017	Current Financial Year-To-Date
a) Basic earnings per share		
Profit for the financial period attributable to equity holders of the Company (RM'000)	70,978	143,508
	=====	=====
Weighted average number of ordinary shares in issue ('000)	794,934	799,962
	=====	=====
Basic earnings per share (sen)	8.93	17.94
	=====	=====
b) Diluted earnings per share		
Profit for the financial period attributable to equity holders of the Company (RM'000)	70,978	143,508
	=====	=====
Adjusted weighted average number of ordinary shares in issue		
Weighted average number of ordinary shares in issue ('000)	794,934	799,962
Adjustment for potential conversion of warrants ('000)	29,902	29,902
	824,836	829,864
	=====	=====
Diluted earnings per share (sen)	8.61	17.29
	=====	=====

14) Realised and Unrealised Profits/Losses

The breakdown of the retained profits of the Group as at 30 June 2017 and 31 December 2016, 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 30/06/2017 RM'000	As at 31/12/2016 RM'000 Restated
Total retained profits of Genting Plantations Berhad and its subsidiaries:		
- Realised	4,453,753	4,443,256
- Unrealised	(79,923)	(41,971)
	<u>4,373,830</u>	<u>4,401,285</u>
Total share of retained profits/(accumulated losses) from associates:		
- Realised	11,333	11,124
- Unrealised	(746)	(746)
Total share of retained profits/(accumulated losses) from joint ventures:		
- Realised	81,876	70,478
	<u>4,466,293</u>	<u>4,482,141</u>
Less: Consolidation adjustments	<u>(1,177,372)</u>	<u>(1,184,669)</u>
Total Group retained profits as per consolidated accounts	<u>3,288,921</u>	<u>3,297,472</u>

The determination of realised and unrealised profits is compiled based on Guidance on 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 2016 did not contain any qualification.

16) Authorisation of Financial Statements

The condensed consolidated financial statements have been approved for issue in accordance with a resolution of the Board of Directors on 23 August 2017.