

FIRST QUARTERLY REPORT

Quarterly report on consolidated results for the first quarter ended 31 March 2023. The figures have not been audited.

**CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS
FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2023**

| | INDIVIDUAL QUARTER | | CUMULATIVE PERIOD | |
|--|---|--|---|---|
| | Current Year Quarter 31/03/2023 RM'000 | Preceding Year Corresponding Quarter 31/03/2022 RM'000 | Current Year To-Date 31/03/2023 RM'000 | Preceding Year Corresponding Period 31/03/2022 RM'000 |
| Revenue | 584,251 | 530,432 | 584,251 | 530,432 |
| Cost of sales | (454,789) | (296,404) | (454,789) | (296,404) |
| Gross profit | 129,462 | 234,028 | 129,462 | 234,028 |
| Other income | 19,728 | 11,037 | 19,728 | 11,037 |
| Other expenses | (72,222) | (52,378) | (72,222) | (52,378) |
| Other (losses)/gains | (4,278) | 1,975 | (4,278) | 1,975 |
| Profit from operations | 72,690 | 194,662 | 72,690 | 194,662 |
| Finance cost | (27,071) | (23,091) | (27,071) | (23,091) |
| Share of results in joint ventures and associates | 9,963 | 10,034 | 9,963 | 10,034 |
| Profit before taxation | 55,582 | 181,605 | 55,582 | 181,605 |
| Taxation | (14,873) | (50,105) | (14,873) | (50,105) |
| Profit for the financial period | 40,709 | 131,500 | 40,709 | 131,500 |
| Profit attributable to: | | | | |
| Equity holders of the Company | 38,809 | 116,644 | 38,809 | 116,644 |
| Non-controlling interests | 1,900 | 14,856 | 1,900 | 14,856 |
| | 40,709 | 131,500 | 40,709 | 131,500 |
| Earnings per share (sen) for profit attributable to equity holders of the Company: | | | | |
| - Basic | 4.33 | 13.00 | 4.33 | 13.00 |
| - Diluted | 4.33 | 13.00 | 4.33 | 13.00 |

(The Condensed Consolidated Statement of Profit or Loss should be read in conjunction with the audited financial statements for the financial year ended 31 December 2022)



**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2023**

| | INDIVIDUAL QUARTER | | CUMULATIVE PERIOD | |
|--|--|--|--|---|
| | Current Year Quarter 31/03/2023 RM'000 | Preceding Year Corresponding Quarter 31/03/2022 RM'000 | Current Year To-Date 31/03/2023 RM'000 | Preceding Year Corresponding Period 31/03/2022 RM'000 |
| Profit for the financial period | 40,709 | 131,500 | 40,709 | 131,500 |
| Other comprehensive income/(loss), net of tax: | | | | |
| Items that will not be reclassified subsequently to profit or loss: | | | | |
| Changes in the fair value of equity investments at fair value through other comprehensive income | <u>(813)</u> | <u>(2,775)</u> | <u>(813)</u> | <u>(2,775)</u> |
| | <u>(813)</u> | <u>(2,775)</u> | <u>(813)</u> | <u>(2,775)</u> |
| Items that will be reclassified subsequently to profit or loss: | | | | |
| Cash flow hedge | | | | |
| - Fair value changes | <u>3,112</u> | <u>(20,883)</u> | <u>3,112</u> | <u>(20,883)</u> |
| - Reclassifications | <u>(7,492)</u> | <u>4,122</u> | <u>(7,492)</u> | <u>4,122</u> |
| | <u>(4,380)</u> | <u>(16,761)</u> | <u>(4,380)</u> | <u>(16,761)</u> |
| Share of other comprehensive income of joint venture | 2,793 | - | 2,793 | - |
| Foreign currency translation differences | <u>89,354</u> | <u>(3,852)</u> | <u>89,354</u> | <u>(3,852)</u> |
| | <u>87,767</u> | <u>(20,613)</u> | <u>87,767</u> | <u>(20,613)</u> |
| Other comprehensive income/(loss) for the financial period, net of tax | <u>86,954</u> | <u>(23,388)</u> | <u>86,954</u> | <u>(23,388)</u> |
| Total comprehensive income for the financial period | <u>127,663</u> | <u>108,112</u> | <u>127,663</u> | <u>108,112</u> |
| Total comprehensive income attributable to: | | | | |
| Equity holders of the Company | 114,656 | 93,125 | 114,656 | 93,125 |
| Non-controlling interests | <u>13,007</u> | <u>14,987</u> | <u>13,007</u> | <u>14,987</u> |
| | <u>127,663</u> | <u>108,112</u> | <u>127,663</u> | <u>108,112</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 2022)



GENTING
PLANTATIONS

**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 31 MARCH 2023**

| | As at 31/03/2023 RM'000 | Audited As at 31/12/2022 RM'000 |
|---|-------------------------------|--|
| ASSETS | | |
| Non-current assets | | |
| Property, plant and equipment | 4,484,446 | 4,389,625 |
| Land held for property development | 373,770 | 372,743 |
| Investment properties | 18,259 | 18,377 |
| Right-of-use assets | 978,437 | 960,279 |
| Intangible assets | 814 | 820 |
| Joint ventures | 332,400 | 320,395 |
| Associates | 12,272 | 11,521 |
| Financial assets at fair value through profit or loss ("FVTPL") | 598 | 4,167 |
| Financial assets at fair value through other comprehensive income ("FVOCI") | 13,158 | 11,461 |
| Other non-current assets | 173,472 | 172,082 |
| Deferred tax assets | 70,937 | 65,903 |
| Derivative financial instruments | - | 1,348 |
| | <u>6,458,563</u> | <u>6,328,721</u> |
| Current assets | | |
| Property development costs | 11,273 | 8,060 |
| Inventories | 349,060 | 270,385 |
| Produce growing on bearer plants | 10,433 | 10,302 |
| Tax recoverable | 43,593 | 22,730 |
| Trade and other receivables | 468,798 | 541,508 |
| Amounts due from joint ventures, associates and other related companies | 2,851 | 1,731 |
| Derivative financial instruments | 7,151 | 8,948 |
| Restricted cash | 22,906 | 22,702 |
| Cash and cash equivalents | 1,151,615 | 1,575,771 |
| | <u>2,067,680</u> | <u>2,462,137</u> |
| Assets classified as held for sale | 269 | 956 |
| | <u>2,067,949</u> | <u>2,463,093</u> |
| TOTAL ASSETS | <u>8,526,512</u> | <u>8,791,814</u> |

(The Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited financial statements for the financial year ended 31 December 2022)

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 31 MARCH 2023 *(Continued)*

| | As at 31/03/2023 RM'000 | Audited As at 31/12/2022 RM'000 |
|---|-------------------------------|--|
| EQUITY AND LIABILITIES | | |
| Equity attributable to equity holders of the Company | | |
| Share capital | 1,724,016 | 1,724,016 |
| Treasury shares | (1,372) | (1,372) |
| Reserves | 3,431,107 | 3,486,919 |
| | <u>5,153,751</u> | <u>5,209,563</u> |
| Non-controlling interests | 112,614 | 99,607 |
| Total equity | <u>5,266,365</u> | <u>5,309,170</u> |
| Non-current liabilities | | |
| Borrowings | 1,775,849 | 1,831,603 |
| Lease liabilities | 11,996 | 6,537 |
| Provisions | 68,278 | 63,216 |
| Deferred tax liabilities | 454,482 | 435,192 |
| Other non-current liabilities | 1,597 | 1,626 |
| | <u>2,312,202</u> | <u>2,338,174</u> |
| Current liabilities | | |
| Trade and other payables | 481,265 | 539,476 |
| Amounts due to ultimate holding and other related companies | 619 | 2,763 |
| Borrowings | 453,665 | 588,523 |
| Lease liabilities | 2,602 | 2,679 |
| Derivative financial instruments | 2,329 | 389 |
| Taxation | 7,465 | 10,640 |
| | <u>947,945</u> | <u>1,144,470</u> |
| Total liabilities | <u>3,260,147</u> | <u>3,482,644</u> |
| TOTAL EQUITY AND LIABILITIES | <u>8,526,512</u> | <u>8,791,814</u> |
| NET ASSETS PER SHARE (RM) | 5.74 | 5.81 |

(The Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited financial statements for the financial year ended 31 December 2022)



**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2023**

| | <----- Attributable to equity holders of the Company -----> | | | | | | | | |
|--|---|--------------------------|--|----------------------------------|--------------------|----------------------|------------------|----------------------------------|------------------|
| | Share Capital | Fair Value Reserve | Reserve on Exchange Differences | Cash Flow Hedge Reserve | Treasury Shares | Retained Earnings | Total | Non- controlling Interests | Total Equity |
| | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 |
| At 1 January 2023 | 1,724,016 | (100,031) | (347,625) | 5,531 | (1,372) | 3,929,044 | 5,209,563 | 99,607 | 5,309,170 |
| Profit for the financial period | - | - | - | - | - | 38,809 | 38,809 | 1,900 | 40,709 |
| Other comprehensive income/(loss) | - | (813) | 79,999 | (3,339) | - | - | 75,847 | 11,107 | 86,954 |
| Total comprehensive income/(loss) for the financial period | - | (813) | 79,999 | (3,339) | - | 38,809 | 114,656 | 13,007 | 127,663 |
| Appropriation: | | | | | | | | | |
| - Special single-tier dividend paid for the financial year ended 31 December 2022 (15.0 sen) | - | - | - | - | - | (134,580) | (134,580) | - | (134,580) |
| - Final single-tier dividend paid for the financial year ended 31 December 2022 (4.0 sen) | - | - | - | - | - | (35,888) | (35,888) | - | (35,888) |
| | - | - | - | - | - | (170,468) | (170,468) | - | (170,468) |
| At 31 March 2023 | 1,724,016 | (100,844) | (267,626) | 2,192 | (1,372) | 3,797,385 | 5,153,751 | 112,614 | 5,266,365 |

(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 2022)



CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2023 *(Continued)*

| | <----- Attributable to equity holders of the Company -----> | | | | | | | | |
|--|---|--------------------------|--|----------------------------------|--------------------|----------------------|------------------|----------------------------------|------------------|
| | Share Capital | Fair Value Reserve | Reserve on Exchange Differences | Cash Flow Hedge Reserve | Treasury Shares | Retained Earnings | Total | Non- controlling Interests | Total Equity |
| | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 |
| At 1 January 2022 | 1,724,016 | (81,816) | (240,972) | (12,437) | (1,372) | 3,761,686 | 5,149,105 | 146,635 | 5,295,740 |
| Profit for the financial period | - | - | - | - | - | 116,644 | 116,644 | 14,856 | 131,500 |
| Other comprehensive income/(loss) | - | (2,775) | (1,697) | (19,047) | - | - | (23,519) | 131 | (23,388) |
| Total comprehensive income/(loss) for the financial period | - | (2,775) | (1,697) | (19,047) | - | 116,644 | 93,125 | 14,987 | 108,112 |
| Appropriation: | | | | | | | | | |
| - Special single-tier dividend paid for the financial year ended 31 December 2021 (15.0 sen) | - | - | - | - | - | (134,580) | (134,580) | - | (134,580) |
| At 31 March 2022 | <u>1,724,016</u> | <u>(84,591)</u> | <u>(242,669)</u> | <u>(31,484)</u> | <u>(1,372)</u> | <u>3,743,750</u> | <u>5,107,650</u> | <u>161,622</u> | <u>5,269,272</u> |

(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 2022)

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2023**

| | Current Year To-Date 31/03/2023 RM'000 | Preceding Year Corresponding Period 31/03/2022 RM'000 |
|--|--|---|
| CASH FLOWS FROM OPERATING ACTIVITIES | | |
| Profit before taxation | 55,582 | 181,605 |
| Adjustments for: | | |
| Depreciation and amortisation | 73,052 | 69,560 |
| Finance cost | 27,071 | 23,091 |
| Interest income | (10,044) | (8,020) |
| Net surplus arising from Government acquisition | (3,311) | - |
| Net unrealised foreign exchange differences | (677) | (1,919) |
| Share of results in joint ventures and associates | (9,963) | (10,034) |
| Fair value changes arising from produce growing on bearer plants | (10,433) | (19,808) |
| Provision for retirement gratuities/benefits | 3,270 | 3,057 |
| Net fair value loss on financial assets at FVTPL | 1,157 | - |
| Impairment losses | 688 | - |
| Gain on disposal of assets classified as held for sale | (4,850) | - |
| Other non-cash items and adjustments | 68 | 740 |
| | 66,028 | 56,667 |
| Operating profit before changes in working capital | 121,610 | 238,272 |
| Changes in working capital: | | |
| Net change in current assets | (4,543) | 59,051 |
| Net change in current liabilities | (26,101) | 10,145 |
| | (30,644) | 69,196 |
| Cash generated from operations | 90,966 | 307,468 |
| Tax paid (<i>net of tax refund</i>) | (44,682) | (24,121) |
| Retirement gratuities/benefits paid | - | (16) |
| Net cash flows from operating activities | 46,284 | 283,331 |
| CASH FLOWS FROM INVESTING ACTIVITIES | | |
| Purchase of property, plant and equipment | (89,566) | (63,372) |
| Purchase of intangible assets | (2) | (2) |
| Purchase of right-of-use assets | (319) | (205) |
| Land held for property development | (1,721) | (6,208) |
| Interest received | 10,021 | 7,964 |
| Proceeds from disposal of property, plant and equipment | 41 | 43 |
| Proceeds from disposal of assets classified as held for sale | 8,684 | - |
| Financial assets at FVOCI | - | (2,969) |
| Proceeds received from Government acquisition | - | 879 |
| Acquisition of a subsidiary | - | (1,249) |
| Net cash flows from investing activities | (72,862) | (65,119) |

(The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the audited financial statements for the financial year ended 31 December 2022)

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2023 *(Continued)*

| | Current Year To-Date 31/03/2023 RM'000 | Preceding Year Corresponding Period 31/03/2022 RM'000 |
|---|--|---|
| CASH FLOWS FROM FINANCING ACTIVITIES | | |
| Proceeds from bank borrowings | 210,134 | 179,949 |
| Repayment of bank borrowings and transaction costs | (411,331) | (235,070) |
| Finance cost paid | (21,084) | (10,532) |
| Repayment of lease liabilities | (802) | (740) |
| Dividends paid | (170,468) | (134,580) |
| Dividends paid to non-controlling interests | (3,725) | - |
| Net cash flows from financing activities | (397,276) | (200,973) |
| Net change in cash and cash equivalents | (423,854) | 17,239 |
| Cash and cash equivalents at beginning of financial period | 1,575,771 | 1,630,330 |
| Effects of currency translation | (302) | 1,716 |
| Cash and cash equivalents at end of financial period | 1,151,615 | 1,649,285 |
| Analysis of cash and cash equivalents | | |
| Bank balances and deposits | 402,156 | 773,468 |
| Money market instruments | 749,459 | 875,817 |
| | 1,151,615 | 1,649,285 |

(The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the audited financial statements for the financial year ended 31 December 2022)



GENTING PLANTATIONS BERHAD
NOTES TO THE INTERIM QUARTERLY FINANCIAL REPORT
- FIRST QUARTER ENDED 31 MARCH 2023

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

(a) Accounting Policies, Presentation and Methods of Computation

The interim quarterly financial report has been prepared in accordance with MFRS 134 “Interim Financial Reporting” and paragraph 9.22 of Bursa Malaysia Securities Berhad (“Bursa Securities”) Listing Requirements.

The interim quarterly financial report should be read in conjunction with the audited financial statements of the Group for the financial year ended 31 December 2022. The accounting policies, presentation and methods of computation adopted for the interim quarterly financial report are consistent with those adopted for the annual audited financial statements for the financial year ended 31 December 2022 except for the adoption of amendments to published standards for the Group for the financial year beginning 1 January 2023:

- Amendments to MFRS 101 and MFRS Practice Statements 2 on disclosure of accounting policies
- Amendments to MFRS 108 on definition of accounting estimates
- Amendments to MFRS 112 on deferred tax related to assets and liabilities arising from a single transaction

The adoption of these amendments to published standard did not have any material impact on the interim quarterly financial report of the Group.

(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 three months ended 31 March 2023.

(d) Material Changes in Estimates

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

(e) Changes in Debt and Equity Securities

There were no issuance, cancellation, repurchase, resale or repayment of debts or equity securities for the three months ended 31 March 2023.

(f) Dividends Paid

Dividends paid during the three months ended 31 March 2023 are as follows:

| | RM'Mil |
|---|---------------|
| (i) Special single-tier dividend paid on 28 March 2023 for the financial year ended 31 December 2022 - 15.0 sen per ordinary share | 134.6 |
| (ii) Final single-tier dividend paid on 28 March 2023 for the financial year ended 31 December 2022 - 4.0 sen per ordinary share | 35.9 |
| | ----- |
| | 170.5 |
| | ----- |

(g) Segment Information

The segments are reported in a manner that is consistent with the internal reporting provided to the chief operating decision maker whereby the Group's business is considered based on the nature of the products and services, specific expertise and technology requirements of individual reportable segments. The performance of the operating segments is based on a measure of adjusted EBITDA. Items not forming part of the adjusted EBITDA include net fair value gain or loss on financial assets, gain or loss on disposal of property, plant and equipment, net surplus arising from Government acquisition, assets written off, impairment losses and reversal of previously recognised impairment losses.

(g) **Segment Information** (Continued)

Segment analysis for the three months ended 31 March 2023 is set out below:

| | Plantation RM'000 | Property RM'000 | AgTech RM'000 | Downstream Manufacturing RM'000 | Others RM'000 | Elimination RM'000 | Total RM'000 |
|--|----------------------|--------------------|------------------|---------------------------------------|------------------|-----------------------|------------------|
| Revenue | | | | | | | |
| - External | 350,601 | 22,362 | 876 | 210,412 | - | - | 584,251 |
| - Inter segment | 140,722 | - | 1,774 | - | - | (142,496) | - |
| Total Revenue | <u>491,323</u> | <u>22,362</u> | <u>2,650</u> | <u>210,412</u> | <u>-</u> | <u>(142,496)</u> | <u>584,251</u> |
| Adjusted EBITDA | 118,846 | 9,771 | (2,468) | 10,885 | (2,740) | - | 134,294 |
| Net surplus arising from Government acquisition | 3,311 | - | - | - | - | - | 3,311 |
| Net impairment losses on plasma cooperatives receivables | (688) | - | - | - | - | - | (688) |
| Net fair value loss on financial assets at FVTPL | - | - | (1,157) | - | - | - | (1,157) |
| Assets written off & others | (62) | - | - | - | - | - | (62) |
| | <u>121,407</u> | <u>9,771</u> | <u>(3,625)</u> | <u>10,885</u> | <u>(2,740)</u> | <u>-</u> | <u>135,698</u> |
| Depreciation and amortisation | (69,203) | (216) | (509) | (3,124) | - | - | (73,052) |
| Share of results in joint ventures and associates | 788 | 9,965 | (760) | - | (30) | - | 9,963 |
| | <u>52,992</u> | <u>19,520</u> | <u>(4,894)</u> | <u>7,761</u> | <u>(2,770)</u> | <u>-</u> | <u>72,609</u> |
| Interest income | | | | | | | 10,044 |
| Finance cost | | | | | | | (27,071) |
| Profit before taxation | | | | | | | <u>55,582</u> |
| Main foreign currency exchange ratio of 100 units of foreign currency to RM | RM/IDR 0.02882 | RM - | RM - | RM - | RM - | | |
| Assets | | | | | | | |
| Segment assets | 6,278,313 | 495,918 | 34,811 | 352,587 | 4,130 | - | 7,165,759 |
| Joint ventures | - | 288,805 | 43,595 | - | - | - | 332,400 |
| Associates | 12,590 | 11 | - | - | (329) | - | 12,272 |
| Assets classified as held for sale | - | 269 | - | - | - | - | 269 |
| | <u>6,290,903</u> | <u>785,003</u> | <u>78,406</u> | <u>352,587</u> | <u>3,801</u> | <u>-</u> | <u>7,510,700</u> |
| Interest bearing instruments | | | | | | | 901,282 |
| Deferred tax assets | | | | | | | 70,937 |
| Tax recoverable | | | | | | | 43,593 |
| Total assets | | | | | | | <u>8,526,512</u> |
| Liabilities | | | | | | | |
| Segment liabilities | 396,837 | 133,566 | 7,102 | 30,495 | 686 | - | 568,686 |
| Interest bearing instruments | | | | | | | 2,229,514 |
| Deferred tax liabilities | | | | | | | 454,482 |
| Taxation | | | | | | | 7,465 |
| Total liabilities | | | | | | | <u>3,260,147</u> |
| Main foreign currency exchange ratio of 100 units of foreign currency to RM | RM/IDR 0.02919 | RM - | RM - | RM - | RM - | | |

(h) Property, Plant and Equipment

During the three months ended 31 March 2023, acquisitions and disposals of property, plant and equipment by the Group were RM82 million and RM0.6 million respectively.

(i) Material Events Subsequent to the End of Financial Period

There were no material events subsequent to the end of the three months ended 31 March 2023 that have not been reflected in this interim quarterly financial report.

(j) Changes in the Composition of the Group

There were no material changes in the composition of the Group for the three months ended 31 March 2023.

(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 2022.

(l) Capital Commitments

Authorised capital commitments not provided for in the interim condensed financial statements as at 31 March 2023 are as follows:

| | RM'000 |
|---------------------------------|------------------|
| Contracted | 134,486 |
| Not contracted | 1,052,735 |
| | <u>1,187,221</u> |
| Analysed as follows: | |
| - Property, plant and equipment | 1,049,158 |
| - Right-of-use assets | 138,016 |
| - Intangible assets | 47 |
| | <u>1,187,221</u> |

(m) Significant Related Party Transactions

Significant related party transactions which were entered into on agreed terms and prices for the three months ended 31 March 2023 are set out below. The relationship of the related parties are as disclosed in the annual audited financial statements for the financial year ended 31 December 2022 and the approved shareholders' mandates for recurrent related party transactions.

| | Current Quarter 1Q 2023 RM'000 |
|--|---|
| (i) Provision of shared services in relation to secretarial, tax, treasury and other services by Genting Berhad ("GENT"). | <u>385</u> |
| (ii) Letting of office space and provision of related services by Oakwood Sdn Bhd. | <u>639</u> |
| (iii) Provision of information technology consultancy, development, implementation, support and maintenance service by Genting Malaysia Berhad ("GENM"). | <u>517</u> |
| (iv) Purchase of air-tickets, hotel accommodation and other related services from GENM. | <u>5</u> |
| (v) Provision of management services to Genting Simon Sdn Bhd and Genting Highlands Premium Outlets Sdn Bhd by Genting Awanpura Sdn Bhd. | <u>339</u> |
| (vi) Sale of refined palm oil products by Genting MusimMas Refinery Sdn Bhd to Inter-Continental Oils & Fats Pte Ltd. | <u>132,952</u> |
| (vii) Royalty fee charged by Genting Intellectual Property Sdn Bhd and Genting Intellectual Property Pte Ltd, both are subsidiaries of GENT, to Genting Simon Sdn Bhd and Genting Highlands Premium Outlets Sdn Bhd. | <u>360</u> |
| (viii) Provision of electricity services by Genting Utilities & Services Sdn Bhd, a subsidiary of GENM, to Genting Highlands Premium Outlets Sdn Bhd. | <u>102</u> |

(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 2023, 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 | | | | |
| Financial assets at FVTPL | 598 | - | - | 598 |
| Financial assets at FVOCI | 4,063 | - | 9,095 | 13,158 |
| Derivative financial instruments | - | 7,151 | - | 7,151 |
| | <u>4,661</u> | <u>7,151</u> | <u>9,095</u> | <u>20,907</u> |
| Financial liabilities | | | | |
| Derivative financial instruments | - | 2,329 | - | 2,329 |

(n) Fair Value of Financial Instruments (Continued)

The methods and valuation techniques used for the purpose of measuring fair value are unchanged compared with the previous financial year ended 31 December 2022.

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

| | RM'000 |
|---|---------------|
| As at 1 January 2023 | 10,753 |
| Fair value loss | (1,233) |
| Transfer from fair value hierarchy Level 3 to Level 1 | (569) |
| Interest income | 23 |
| Foreign exchange differences | 121 |
| | <hr/> |
| As at 31 March 2023 | <u>9,095</u> |

ADDITIONAL INFORMATION REQUIRED BY BURSA SECURITIES – FIRST QUARTER ENDED 31 MARCH 2023

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

(1) Performance Analysis

The results of the Group are tabulated below:

| | CURRENT QUARTER | | +/- RM'Mil | +/- % |
|---|-----------------|----------------|---------------|----------|
| | 2023 RM'Mil | 2022 RM'Mil | | |
| Revenue | | | | |
| Plantation | 491.3 | 565.6 | -74.3 | -13 |
| Property | 22.4 | 16.5 | +5.9 | +36 |
| AgTech | 2.7 | 3.1 | -0.4 | -13 |
| Downstream Manufacturing | 210.4 | 152.7 | +57.7 | +38 |
| | 726.8 | 737.9 | -11.1 | -2 |
| Inter segment | (142.5) | (207.5) | +65.0 | +31 |
| Revenue - external | 584.3 | 530.4 | +53.9 | +10 |
| Profit before tax | | | | |
| Plantation | 118.8 | 249.9 | -131.1 | -52 |
| Property | 9.8 | 1.6 | +8.2 | >100 |
| AgTech | (2.5) | (0.1) | -2.4 | >100 |
| Downstream Manufacturing | 10.9 | 3.7 | +7.2 | >100 |
| Others | (2.7) | 1.5 | -4.2 | - |
| Adjusted EBITDA | 134.3 | 256.6 | -122.3 | -48 |
| Impairment losses | (0.7) | - | -0.7 | - |
| Net surplus arising from Government acquisition | 3.3 | - | +3.3 | - |
| Net fair value loss on financial assets at FVTPL | (1.1) | - | -1.1 | - |
| Assets written off and others | (0.1) | (0.4) | +0.3 | +75 |
| EBITDA | 135.7 | 256.2 | -120.5 | -47 |
| Depreciation and amortisation | (73.0) | (69.5) | -3.5 | -5 |
| Interest income | 10.0 | 8.0 | +2.0 | +25 |
| Finance cost | (27.1) | (23.1) | -4.0 | -17 |
| Share of results in joint ventures and associates | 10.0 | 10.0 | - | - |
| Profit before tax | 55.6 | 181.6 | -126.0 | -69 |

(1) **Performance Analysis (Continued)**

The Group posted higher year-on-year revenue for the first quarter of 2023 ("1Q 2023"), underpinned by higher sales volume of the Downstream Manufacturing segment which more than compensated for the weaker year-on-year palm product prices.

Although FFB production in 1Q 2023 has shown some recovery compared to the previous year, the Group's operations in several regions were still adversely affected by the third consecutive year of La Nina, while replanting activities continued to be carried out extensively in Malaysia.

Crude palm oil ("CPO") prices remained supported at circa RM4,000 per metric tonne and trended rangebound during the quarter, buoyed by lower palm oil production, lower inventory levels in Indonesia and Malaysia, implementation of B35 biodiesel mandate in Indonesia, along with stricter export restriction in Indonesia. Nevertheless, CPO prices were lower in comparison to the historical highs achieved a year ago as a result of severe shortage of edible oils, coupled with the onset of the Russia-Ukraine conflict. Meanwhile, palm kernel ("PK") prices retreated in line with CPO prices, coupled with subdued demand for lauric oils as the pandemic eased. Accordingly, the Group's achieved CPO and PK prices declined year-on-year.

| | Current Quarter | | |
|---|-----------------|-------|----------|
| | 2023 | 2022 | Change % |
| Average Selling Price/tonne (RM) | | | |
| o Crude Palm Oil | 3,585 | 4,797 | -25 |
| o Palm Kernel | 1,983 | 4,114 | -52 |
| Production (MT'000) | | | |
| o Fresh Fruit Bunches | 457 | 437 | +4 |

In 1Q 2023, the Plantation segment's EBITDA declined year-on-year owing to weaker palm product prices.

EBITDA for the Property segment increased year-on-year in 1Q 2023, backed by higher sales and revenue.

The AgTech segment's losses widened in 1Q 2023 as its revenue declined year-on-year, along with higher operating expenses incurred.

The Downstream Manufacturing segment posted higher year-on-year EBITDA attributable to higher sales volume.

The "Others" category reflect the impact of changes in foreign currency translation position of the Group's US Dollar denominated cash reserves and borrowings arising from foreign exchange fluctuations.

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

| | 1Q 2023 RM'Mil | 4Q 2022 RM'Mil | +/- RM'Mil | +/- % |
|---|-------------------|-------------------|---------------|------------|
| Revenue | | | | |
| Plantation | 491.3 | 560.3 | -69.0 | -12 |
| Property | 22.4 | 14.8 | +7.6 | +51 |
| AgTech | 2.7 | 3.3 | -0.6 | -18 |
| Downstream manufacturing | 210.4 | 419.5 | -209.1 | -50 |
| | 726.8 | 997.9 | -271.1 | -27 |
| Inter segment | (142.5) | (206.7) | +64.2 | +31 |
| Revenue – external | 584.3 | 791.2 | -206.9 | -26 |
| Profit before tax | | | | |
| Plantation | 118.8 | 167.6 | -48.8 | -29 |
| Property | 9.8 | 12.3 | -2.5 | -20 |
| AgTech | (2.5) | (1.6) | -0.9 | -56 |
| Downstream manufacturing | 10.9 | 15.8 | -4.9 | -31 |
| Others | (2.7) | (16.4) | +13.7 | +84 |
| Adjusted EBITDA | 134.3 | 177.7 | -43.4 | -24 |
| Impairment losses | (0.7) | (38.4) | +37.7 | +98 |
| Net surplus arising from Government acquisitions | 3.3 | - | +3.3 | - |
| Net fair value loss on financial assets at FVTPL | (1.1) | - | -1.1 | - |
| Assets written off and others | (0.1) | (0.8) | +0.7 | +88 |
| EBITDA | 135.7 | 138.5 | -2.8 | -2 |
| Depreciation and amortisation | (73.0) | (68.6) | -4.4 | -6 |
| Interest income | 10.0 | 4.7 | +5.3 | >100 |
| Finance cost | (27.1) | (12.6) | -14.5 | >100 |
| Share of results in joint ventures and associates | 10.0 | 5.1 | +4.9 | +96 |
| Profit before tax | 55.6 | 67.1 | -11.5 | -17 |

Profit before tax for 1Q 2023 was lower quarter-on-quarter mainly due to lower FFB production amidst the cyclical low cropping season, partly mitigated by higher impairment losses featured in the immediate preceding quarter.

| | 1Q 2023 | 4Q 2022 | Change % |
|---|---------|---------|-------------|
| Average Selling Price/tonne (RM) | | | |
| ○ Crude Palm Oil | 3,585 | 3,620 | -1 |
| ○ Palm Kernel | 1,983 | 2,019 | -2 |
| Production (MT'000) | | | |
| ○ Fresh Fruit Bunches | 457 | 530 | -14 |

(3) **Prospects**

The Group's prospects for the rest of the year will track the performance of its mainstay Plantation segment, which is in turn dependent principally on the movements in palm products prices and the Group's FFB production.

In the short run, the palm products prices are under pressure as prices of other edible oils namely sunflower and soya oil have been on a declining trend due to better harvest, compounded by downbeat economic prospects in several major economies. Nevertheless, palm products prices could still see some support by supply pressure from lower than anticipated cropping in Indonesia and Malaysia, while palm oil inventory levels in both countries have also declined considerably in recent months.

Following the year-on-year increase in FFB production, the Group expects the growth to extend into the remainder of the year, though at a moderate rate, driven by additional harvesting areas and progression of existing mature areas into higher yielding brackets in Indonesia, barring any weather anomalies. Meanwhile, the production growth may be constrained by on-going replanting activities in Malaysia.

The Property segment will continue to offer products which cater to a broader market segment including its upcoming maiden industrial development in Bandar Genting Pura Kencana, taking into consideration the prevailing market sentiments. Meanwhile, performance of the Premium Outlets® has since recovered from the effects of the COVID-19 outbreak, and is expected to continue its growth trajectory underpinned by its enhanced tenant portfolio.

The AgTech segment will continue to expand the application of biological solutions, superior planting material, automation, mechanisation and digitalisation solutions at the Group's estates with the goal of improving operating efficiency, enabling traceability and enhancing sustainability.

The Downstream Manufacturing segment is anticipated to face headwinds for its refined palm products with the declining prices of sunflower and soya oil, as well as increased competition with the Indonesian government relaxing its export restriction on palm oil. On the other hand, the segment's palm-based biodiesel will cater mainly for Malaysian biodiesel mandate, as biodiesel export remain challenging pursuant to the phasing out of palm oil in European Union's biofuel policies, in addition to the current premium pricing of palm oil.

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

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

(5) **Taxation**

Tax charge for the three months ended 31 March 2023 are set out below:

| | Current Quarter 1Q 2023 RM'000 |
|-----------------------------|---|
| Current taxation: | |
| Malaysian income tax charge | 17,001 |
| Foreign income tax charge | 3,808 |
| | <hr/> |
| | 20,809 |
| Deferred tax credit | (5,936) |
| | <hr/> |
| | 14,873 |

The effective tax rate for the three months ended 31 March 2023 was higher than the Malaysian statutory tax rate mainly due to expenses not deductible for tax purposes.

(6) Profit before taxation

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

| | Current Quarter 1Q 2023 RM'000 |
|--|---|
| Charges: | |
| Finance cost | 27,071 |
| Depreciation and amortisation | 73,052 |
| Property, plant and equipment written off | 92 |
| Net impairment losses on plasma cooperatives receivables | 688 |
| Receivables written off | 35 |
| Net fair value loss on financial assets at FVTPL | 1,157 |
| Net foreign exchange differences | 3,121 |
| | <hr/> |
| Credits: | |
| Interest income | 10,044 |
| Deferred income recognised for Government grant | 29 |
| Net surplus arising from Government acquisition | 3,311 |
| Gain on disposal of property, plant and equipment | 30 |
| Gain on disposal of assets classified as held for sale | 4,850 |
| | <hr/> |

Other than the above, there were no gain or loss on disposal of quoted investments and gain or loss on derivatives for the three months ended 31 March 2023.

(7) Status of Corporate Proposals Announced

There was no corporate proposals announced but not completed as at 17 May 2023.

(8) Group Borrowings and Debt Securities

The details of the Group's borrowings and debts securities as at 31 March 2023 are set out below:

| | As at 31/03/2023 | | | As at 31/12/2022 | |
|-----------------------|-----------------------|------------------------------|-------|--------------------------|--------------------------|
| | Secured/ Unsecured | Foreign Currency 'million | | RM Equivalent '000 | RM Equivalent '000 |
| Short term borrowings | Secured | USD | 56.4 | 249,508 | 408,434 |
| | Unsecured | USD | 15.0 | 66,555 | - |
| | Secured | RM | | 25,551 | 24,721 |
| | Unsecured | RM | | 112,051 | 155,368 |
| | | | | 453,665 | 588,523 |
| Long term borrowings | Secured | USD | 165.4 | 731,663 | 787,493 |
| | Secured | RM | | 44,863 | 44,863 |
| | Unsecured | RM | | 999,323 | 999,247 |
| | | | | 1,775,849 | 1,831,603 |
| Total borrowings | Secured | USD | 221.8 | 981,171 | 1,195,927 |
| | Unsecured | USD | 15.0 | 66,555 | - |
| | Secured | RM | | 70,414 | 69,584 |
| | Unsecured | RM | | 1,111,374 | 1,154,615 |
| | | | | 2,229,514 | 2,420,126 |

(9) Outstanding Derivatives

As at 31 March 2023, 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 | | |
| - Less than 1 year | 176,960 | 6,173 |
| <u>Forward Foreign Currency Exchange Contracts</u> | | |
| USD | | |
| - Less than 1 year | 36,536 | (1,225) |
| - Less than 1 year | 142,613 | 978 |
| <u>Commodity Futures Contracts</u> | | |
| RM | | |
| - Less than 1 year | 205,947 | (1,104) |

There is no significant change for the financial derivatives in respect of the following since the previous financial year ended 31 December 2022:

- (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 2023, 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 17 May 2023.

(12) Dividend Proposed or Declared

No dividend has been proposed or declared for the three months ended 31 March 2023.

(13) Earnings per Share

| | Current Quarter 1Q 2023 |
|---|--|
| Basic and diluted earnings per share | |
| Profit for the financial period attributable to equity holders of the Company (RM'000) | 38,809 |
| Weighted average number of ordinary shares in issue ('000) | 897,198 |
| Basic earnings per share (sen) | 4.33 |

The Group has no dilutive potential ordinary shares and therefore the diluted earnings per share is the same as the basic earnings per share.

(14) 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 2022 did not contain any qualification.

(15) Approval of Interim Condensed Financial Statements

The interim condensed financial statements have been approved for issue in accordance with a resolution of the Board of Directors on 24 May 2023.