

THIRD QUARTERLY REPORT

Quarterly report on consolidated results for the third quarter ended 30 September 2023. The figures have not been audited.

**CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS
FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2023**

	INDIVIDUAL QUARTER		CUMULATIVE PERIOD	
	Current Year Quarter 30/09/2023 RM'000	Preceding Year Corresponding Quarter 30/09/2022 RM'000	Current Year To-Date 30/09/2023 RM'000	Preceding Year Corresponding Period 30/09/2022 RM'000
Revenue	775,791	822,368	2,165,992	2,398,595
Cost of sales	<u>(559,673)</u>	<u>(652,052)</u>	<u>(1,637,558)</u>	<u>(1,594,095)</u>
Gross profit	216,118	170,316	528,434	804,500
Other income	11,661	20,589	42,948	40,870
Other expenses	(86,078)	(70,686)	(235,483)	(192,999)
Other gains/(losses)	<u>(2,092)</u>	<u>8,093</u>	<u>(4,766)</u>	<u>17,646</u>
Profit from operations	139,609	128,312	331,133	670,017
Finance cost	(27,724)	(29,122)	(80,690)	(78,483)
Share of results in joint ventures and associates	<u>11,827</u>	<u>6,918</u>	<u>33,172</u>	<u>30,292</u>
Profit before taxation	123,712	106,108	283,615	621,826
Taxation	<u>(36,816)</u>	<u>(31,752)</u>	<u>(78,382)</u>	<u>(171,613)</u>
Profit for the financial period	<u>86,896</u>	<u>74,356</u>	<u>205,233</u>	<u>450,213</u>
Profit/(loss) attributable to:				
Equity holders of the Company	80,518	75,485	190,293	415,563
Non-controlling interests	<u>6,378</u>	<u>(1,129)</u>	<u>14,940</u>	<u>34,650</u>
	<u>86,896</u>	<u>74,356</u>	<u>205,233</u>	<u>450,213</u>
Earnings per share (sen) for profit attributable to equity holders of the Company:				
- Basic	<u>8.97</u>	<u>8.41</u>	<u>21.21</u>	<u>46.32</u>
- Diluted	<u>8.97</u>	<u>8.41</u>	<u>21.21</u>	<u>46.32</u>

(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)



GENTING
PLANTATIONS

**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2023**

	INDIVIDUAL QUARTER		CUMULATIVE PERIOD	
	Current Year Quarter 30/09/2023 RM'000	Preceding Year Corresponding Quarter 30/09/2022 RM'000	Current Year To-Date 30/09/2023 RM'000	Preceding Year Corresponding Period 30/09/2022 RM'000
Profit for the financial period	86,896	74,356	205,233	450,213
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>(3,250)</u>	<u>(6,118)</u>	<u>(19,840)</u>
	813	(3,250)	(6,118)	(19,840)
Items that will be reclassified subsequently to profit or loss:				
Cash flow hedge				
- Fair value changes	<u>307</u>	23,416	<u>3,477</u>	12,951
- Reclassifications	<u>658</u>	10,039	<u>(8,881)</u>	16,676
	965	33,455	(5,404)	29,627
Share of other comprehensive income/(loss) of joint venture	(1,868)	-	6,648	-
Foreign currency translation differences	<u>(56,547)</u>	47,197	<u>194,179</u>	47,233
	(57,450)	80,652	195,423	76,860
Other comprehensive income/(loss) for the financial period, net of tax	<u>(56,637)</u>	77,402	<u>189,305</u>	57,020
Total comprehensive income for the financial period	<u>30,259</u>	<u>151,758</u>	<u>394,538</u>	<u>507,233</u>
Total comprehensive income/(loss) attributable to:				
Equity holders of the Company	34,975	151,858	356,725	480,045
Non-controlling interests	<u>(4,716)</u>	<u>(100)</u>	<u>37,813</u>	<u>27,188</u>
	<u>30,259</u>	<u>151,758</u>	<u>394,538</u>	<u>507,233</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)



**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 30 SEPTEMBER 2023**

	As at 30/09/2023 RM'000	Audited As at 31/12/2022 RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	4,656,639	4,389,625
Land held for property development	391,742	372,743
Investment properties	16,709	18,377
Right-of-use assets	992,677	960,279
Intangible assets	804	820
Joint ventures	365,157	320,395
Associates	12,705	11,521
Financial assets at fair value through profit or loss ("FVTPL")	515	4,167
Financial assets at fair value through other comprehensive income ("FVOCI")	8,293	11,461
Other non-current assets	172,799	172,082
Deferred tax assets	64,801	65,903
Derivative financial instruments	-	1,348
	<u>6,682,841</u>	<u>6,328,721</u>
Current assets		
Property development costs	18,722	8,060
Inventories	243,430	270,385
Produce growing on bearer plants	12,942	10,302
Tax recoverable	42,588	22,730
Trade and other receivables	655,176	541,508
Amounts due from joint ventures, associates and other related companies	3,121	1,731
Derivative financial instruments	4,160	8,948
Restricted cash	24,332	22,702
Cash and cash equivalents	1,079,782	1,575,771
	<u>2,084,253</u>	<u>2,462,137</u>
Assets classified as held for sale	1,459	956
	<u>2,085,712</u>	<u>2,463,093</u>
TOTAL ASSETS	<u>8,768,553</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 30 SEPTEMBER 2023 *(Continued)*

	As at 30/09/2023 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	(1,568)	(1,372)
Reserves	<u>3,601,400</u>	<u>3,486,919</u>
	5,323,848	5,209,563
Non-controlling interests	<u>136,300</u>	<u>99,607</u>
Total equity	5,460,148	5,309,170
Non-current liabilities		
Borrowings	1,662,745	1,831,603
Lease liabilities	10,991	6,537
Provisions	81,048	63,216
Deferred tax liabilities	472,934	435,192
Other non-current liabilities	4,419	1,626
	<u>2,232,137</u>	<u>2,338,174</u>
Current liabilities		
Trade and other payables	524,339	539,476
Amounts due to ultimate holding and other related companies	260	2,763
Borrowings	541,501	588,523
Lease liabilities	2,565	2,679
Derivative financial instruments	54	389
Taxation	7,549	10,640
	<u>1,076,268</u>	<u>1,144,470</u>
Total liabilities	<u>3,308,405</u>	<u>3,482,644</u>
TOTAL EQUITY AND LIABILITIES	<u>8,768,553</u>	<u>8,791,814</u>
NET ASSETS PER SHARE (RM)	5.93	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 30 SEPTEMBER 2023**

	<----- Attributable to equity holders of the Company ----->								
	Share Capital 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 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	-	-	-	-	-	190,293	190,293	14,940	205,233
Other comprehensive income/(loss)	-	(6,118)	176,121	(3,571)	-	-	166,432	22,873	189,305
Total comprehensive income/(loss) for the financial period	-	(6,118)	176,121	(3,571)	-	190,293	356,725	37,813	394,538
Dividends paid to non-controlling interests	-	-	-	-	-	-	-	(1,120)	(1,120)
Buy-back of shares (Note I (e))	-	-	-	-	(196)	-	(196)	-	(196)
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)
- Interim single-tier dividend paid for the financial year ending 31 December 2023 (8.0 sen)	-	-	-	-	-	(71,776)	(71,776)	-	(71,776)
	-	-	-	-	-	(242,244)	(242,244)	-	(242,244)
At 30 September 2023	1,724,016	(106,149)	(171,504)	1,960	(1,568)	3,877,093	5,323,848	136,300	5,460,148

(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 30 SEPTEMBER 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	-	-	-	-	-	415,563	415,563	34,650	450,213
Other comprehensive income/(loss)	-	(19,840)	57,971	26,351	-	-	64,482	(7,462)	57,020
Total comprehensive income/(loss) for the financial period	-	(19,840)	57,971	26,351	-	415,563	480,045	27,188	507,233
Dividends paid to non-controlling interests	-	-	-	-	-	-	-	(1,909)	(1,909)
Appropriation:									
- Special single-tier dividend paid for the financial year ended 31 December 2021 (15.0 sen)	-	-	-	-	-	(134,580)	(134,580)	-	(134,580)
- Final single-tier dividend paid for the financial year ended 31 December 2021 (4.0 sen)	-	-	-	-	-	(35,888)	(35,888)	-	(35,888)
- Interim single-tier dividend paid for the financial year ended 31 December 2022 (15.0 sen)	-	-	-	-	-	(134,580)	(134,580)	-	(134,580)
	-	-	-	-	-	(305,048)	(305,048)	-	(305,048)
At 30 September 2022	<u>1,724,016</u>	<u>(101,656)</u>	<u>(183,001)</u>	<u>13,914</u>	<u>(1,372)</u>	<u>3,872,201</u>	<u>5,324,102</u>	<u>171,914</u>	<u>5,496,016</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 30 SEPTEMBER 2023**

	Current Year To-Date 30/09/2023 RM'000	Preceding Year Corresponding Period 30/09/2022 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	283,615	621,826
Adjustments for:		
Depreciation and amortisation	225,317	209,958
Finance cost	80,690	78,483
Interest income	(26,565)	(27,948)
Net surplus arising from Government acquisition	(3,311)	(738)
Net unrealised foreign exchange differences	(1,636)	(15,645)
Share of results in joint ventures and associates	(33,172)	(30,292)
Fair value changes arising from produce growing on bearer plants	(12,932)	(11,411)
Provision for retirement gratuities/benefits	14,645	14,202
Net fair value loss on financial assets at FVTPL	1,304	-
Impairment losses	6,058	-
Gain on disposal of assets classified as held for sale	(5,748)	(5,720)
Other non-cash items and adjustments	987	1,137
	245,637	212,026
Operating profit before changes in working capital	529,252	833,852
Changes in working capital:		
Net change in current assets	(80,718)	(69,177)
Net change in current liabilities	54,915	170,910
	(25,803)	101,733
Cash generated from operations	503,449	935,585
Tax paid (<i>net of tax refund</i>)	(88,403)	(98,065)
Retirement gratuities/benefits paid	(821)	(749)
Net cash flows from operating activities	414,225	836,771
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(313,533)	(244,758)
Purchase of intangible assets	(4)	(14)
Purchase of right-of-use assets	(5,532)	(665)
Purchase of investment properties	(6)	-
Land held for property development	(15,768)	(14,516)
Interest received	26,541	21,835
Proceeds from disposal of property, plant and equipment	334	251
Proceeds from disposal of assets classified as held for sale	17,547	335
Dividend received from associates	875	1,750
Acquisition of a subsidiary	-	(1,249)
Financial assets at FVOCI	(683)	(3,649)
Proceeds received from Government acquisition	-	869
Investment in joint venture	(7,000)	(45,000)
Net cash flows from investing activities	(297,229)	(284,811)

(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 30 SEPTEMBER 2023 *(Continued)*

	Current Year To-Date 30/09/2023 RM'000	Preceding Year Corresponding Period 30/09/2022 RM'000
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from bank borrowings	636,325	606,115
Repayment of bank borrowings	(917,518)	(765,471)
Finance cost paid	(84,069)	(59,775)
Repayment of lease liabilities	(2,366)	(2,248)
Dividends paid	(242,244)	(305,048)
Dividends paid to non-controlling interests	(4,845)	(1,909)
Net cash flows from financing activities	(614,717)	(528,336)
Net change in cash and cash equivalents	(497,721)	23,624
Cash and cash equivalents at beginning of financial period	1,575,771	1,630,330
Effects of currency translation	1,732	15,216
Cash and cash equivalents at end of financial period	1,079,782	1,669,170
Analysis of cash and cash equivalents		
Bank balances and deposits	339,228	421,163
Money market instruments	740,554	1,248,007
	1,079,782	1,669,170

(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
- THIRD QUARTER ENDED 30 SEPTEMBER 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 nine months ended 30 September 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

During the nine months ended 30 September 2023, the Company had acquired 36,400 ordinary shares from the open market for a total consideration of RM196,192. The share buy-back was made pursuant to the approval obtained from the Company’s shareholders at the Company’s Annual General Meeting held on 30 May 2023. The repurchased shares are held as treasury shares in accordance with the requirements of Section 127(4) of the Companies Act 2016.

Other than the above, there were no other issuance, cancellation, repurchase, resale or repayment of debts or equity securities for the nine months ended 30 September 2023.

(f) Dividends Paid

Dividends paid during the nine months ended 30 September 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
(iii) Interim single-tier dividend paid on 25 September 2023 for the financial year ending 31 December 2023 - 8.0 sen per ordinary share	<u>71.7</u>
	<u>242.2</u>

(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 nine months ended 30 September 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	1,240,706	71,037	2,142	852,107	-	-	2,165,992
- Inter segment	447,699	-	8,773	-	-	(456,472)	-
Total Revenue	<u>1,688,405</u>	<u>71,037</u>	<u>10,915</u>	<u>852,107</u>	<u>-</u>	<u>(456,472)</u>	<u>2,165,992</u>
Adjusted EBITDA	512,223	23,405	(5,494)	4,148	688	-	534,970
Net surplus arising from Government acquisition	3,311	-	-	-	-	-	3,311
Impairment losses on receivables	(6,058)	-	-	-	-	-	(6,058)
Net fair value loss on financial assets at FVTPL	-	-	(1,304)	-	-	-	(1,304)
Assets written off & others	(1,062)	3	43	(18)	-	-	(1,034)
	<u>508,414</u>	<u>23,408</u>	<u>(6,755)</u>	<u>4,130</u>	<u>688</u>	<u>-</u>	<u>529,885</u>
Depreciation and amortisation	(213,809)	(632)	(1,486)	(9,390)	-	-	(225,317)
Share of results in joint ventures and associates	2,081	33,522	(2,426)	-	(5)	-	33,172
	<u>296,686</u>	<u>56,298</u>	<u>(10,667)</u>	<u>(5,260)</u>	<u>683</u>	<u>-</u>	<u>337,740</u>
Interest income							26,565
Finance cost							(80,690)
Profit before taxation							<u>283,615</u>
Main foreign currency exchange ratio of 100 units of foreign currency to RM	RM/IDR 0.02988	RM -	RM -	RM -	RM -		
Assets							
Segment assets	6,486,787	521,845	31,477	333,943	5,723	-	7,379,775
Joint ventures	-	316,228	48,929	-	-	-	365,157
Associates	13,007	1	-	-	(303)	-	12,705
Assets classified as held for sale	-	1,459	-	-	-	-	1,459
	<u>6,499,794</u>	<u>839,533</u>	<u>80,406</u>	<u>333,943</u>	<u>5,420</u>	<u>-</u>	<u>7,759,096</u>
Interest bearing instruments							902,068
Deferred tax assets							64,801
Tax recoverable							42,588
Total assets							<u>8,768,553</u>
Liabilities							
Segment liabilities	461,965	140,739	6,503	14,175	294	-	623,676
Interest bearing instruments							2,204,246
Deferred tax liabilities							472,934
Taxation							7,549
Total liabilities							<u>3,308,405</u>
Main foreign currency exchange ratio of 100 units of foreign currency to RM	RM/IDR 0.03049	RM -	RM -	RM -	RM -		

(h) Property, Plant and Equipment

During the nine months ended 30 September 2023, acquisitions and disposals of property, plant and equipment by the Group were RM313.1 million and RM0.2 million respectively.

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

There were no material events subsequent to the end of the nine months ended 30 September 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 nine months ended 30 September 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 30 September 2023 are as follows:

	RM'000
Contracted	112,537
Not contracted	917,023
	<u>1,029,560</u>
Analysed as follows:	
- Property, plant and equipment	887,844
- Right-of-use assets	141,684
- Intangible assets	32
	<u>1,029,560</u>

(m) Significant Related Party Transactions

Significant related party transactions which were entered into on agreed terms and prices for the nine months ended 30 September 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 3Q 2023 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 ("GENT").	<u>382</u>	<u>1,166</u>
(ii) Letting of office space and provision of related services by Oakwood Sdn Bhd.	<u>640</u>	<u>1,918</u>
(iii) Provision of information technology consultancy, development, implementation, support and maintenance service by Genting Malaysia Berhad ("GENM").	<u>596</u>	<u>1,758</u>
(iv) Purchase of air-tickets, hotel accommodation and other related services from GENM.	<u>60</u>	<u>87</u>
(v) Provision of management services to Genting Simon Sdn Bhd and Genting Highlands Premium Outlets Sdn Bhd by Genting Awanpura Sdn Bhd.	<u>391</u>	<u>1,105</u>
(vi) Sale of refined palm oil products by Genting MusimMas Refinery Sdn Bhd to Inter-Continental Oils & Fats Pte Ltd.	<u>177,148</u>	<u>503,672</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>414</u>	<u>1,171</u>
(viii) Provision of electricity services by Genting Utilities & Services Sdn Bhd, a subsidiary of GENM, to Genting Highlands Premium Outlets Sdn Bhd.	<u>46</u>	<u>186</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 30 September 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	515	-	-	515
Financial assets at FVOCI	5,688	-	2,605	8,293
Derivative financial instruments	<u>-</u>	<u>4,160</u>	<u>-</u>	<u>4,160</u>
	<u>6,203</u>	<u>4,160</u>	<u>2,605</u>	<u>12,968</u>
Financial liabilities				
Derivative financial instruments	<u>-</u>	<u>54</u>	<u>-</u>	<u>54</u>

(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	(8,164)
Transfer from fair value hierarchy Level 3 to Level 1	(569)
Interest income	23
Foreign exchange differences	562
	<hr/>
As at 30 September 2023	<u>2,605</u>

ADDITIONAL INFORMATION REQUIRED BY BURSA SECURITIES – THIRD QUARTER ENDED 30 SEPTEMBER 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				FINANCIAL YEAR-TO-DATE			
	2023 RM'Mil	2022 RM'Mil	+/- RM'Mil	+/- %	2023 RM'Mil	2022 RM'Mil	+/- RM'Mil	+/- %
Revenue								
Plantation	625.9	550.1	+75.8	+14	1,688.4	1,848.0	-159.6	-9
Property	29.4	24.5	+4.9	+20	71.0	74.2	-3.2	-4
AgTech	4.2	4.1	+0.1	+2	10.9	11.1	-0.2	-2
Downstream Manufacturing	270.7	438.7	-168.0	-38	852.1	1,092.7	-240.6	-22
	930.2	1,017.4	-87.2	-9	2,622.4	3,026.0	-403.6	-13
Inter segment	(154.4)	(195.0)	+40.6	+21	(456.4)	(627.4)	+171.0	+27
Revenue - external	775.8	822.4	-46.6	-6	2,166.0	2,398.6	-232.6	-10
Profit before tax								
Plantation	207.9	161.1	+46.8	+29	512.2	780.0	-267.8	-34
Property	7.8	11.0	-3.2	-29	23.4	21.6	+1.8	+8
AgTech	(1.2)	(1.7)	+0.5	+29	(5.5)	(2.4)	-3.1	>100
Downstream Manufacturing	(3.2)	7.8	-11.0	-	4.1	35.1	-31.0	-88
Others	1.9	8.1	-6.2	-77	0.7	17.8	-17.1	-96
Adjusted EBITDA	213.2	186.3	+26.9	+14	534.9	852.1	-317.2	-37
Impairment losses	(6.1)	-	-6.1	-	(6.0)	-	-6.0	-
Net surplus arising from Government acquisition	-	-	-	-	3.3	0.7	+2.6	>100
Net fair value gain/(loss) on financial assets at FVTPL	0.1	-	+0.1	-	(1.3)	-	-1.3	-
Assets written off and others	(0.1)	(0.1)	-	-	(1.0)	(0.8)	-0.2	-25
EBITDA	207.1	186.2	+20.9	+11	529.9	852.0	-322.1	-38
Depreciation and amortisation	(76.3)	(70.7)	-5.6	-8	(225.3)	(210.0)	-15.3	-7
Interest income	8.7	12.8	-4.1	-32	26.5	28.0	-1.5	-5
Finance cost	(27.7)	(29.1)	+1.4	+5	(80.7)	(78.5)	-2.2	-3
Share of results in joint ventures and associates	11.9	6.9	+5.0	+72	33.2	30.3	+2.9	+10
Profit before tax	123.7	106.1	+17.6	+17	283.6	621.8	-338.2	-54

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

The Group's revenue was lower year-on-year for the quarter ended 30 September 2023 ("3Q 2023") due to lower sales volume at the Downstream Manufacturing segment, partly compensated by the Plantation segment which recorded higher revenue on the back of stronger fresh fruit bunch ("FFB") production. Meanwhile, the Group's revenue for the first nine months of the year ("YTD 2023") was lower, primarily attributed to weaker palm products prices which outweighed the improvement in FFB production, when compared to the corresponding period a year ago.

FFB production in 3Q 2023 and YTD 2023 increased year-on-year mainly driven by the Group's Indonesian estates, arising from their favourable age profile and expanded harvesting area. Meanwhile, the Malaysian estates experienced a relatively muted growth as a result of its ongoing replanting activities.

Crude palm oil ("CPO") prices in 3Q 2023 improved marginally as Indonesian CPO price averaged higher compared to a year ago owing to changes in its export policies. On the other hand, the Group achieved lower CPO price for YTD 2023 as a result of elevated inventory level, unfavourable price spread against other vegetable oils and sluggish global demand. Meanwhile, the Group's achieved palm kernel ("PK") prices also declined, tracking the weakness in CPO prices.

	Current Quarter			Year-To-Date		
	2023	2022	Change %	2023	2022	Change %
Average Selling Price/MT (RM)						
○ Crude Palm Oil	3,409	3,368	+1	3,517	4,277	-18
○ Palm Kernel	1,776	2,003	-11	1,888	3,093	-39
Production (MT'000)						
○ Fresh Fruit Bunches	581	528	+10	1,535	1,458	+5

The Plantation segment's EBITDA for 3Q 2023 was higher year-on-year, in line with stronger FFB production. However, EBITDA for YTD 2023 was lower year-on-year on account of weaker palm product prices.

EBITDA for the Property segment declined year-on-year in 3Q 2023 due to lower sales. Notwithstanding lower revenue in YTD 2023, the segment's EBITDA was higher year-on-year attributed to gain on disposal of investment properties.

The AgTech segment posted lower year-on-year losses in 3Q 2023 due to lower research and development expenditures. However, the segment posted higher year-on-year losses for YTD 2023 due to higher operating expenses incurred.

The Downstream Manufacturing segment recorded losses for 3Q 2023 whilst EBITDA for YTD 2023 was lower year-on-year owing to margin deterioration.

The "Others" category reflects 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**

	3Q 2023 RM'Mil	2Q 2023 RM'Mil	+/- RM'Mil	+/- %
Revenue				
Plantation	625.9	571.2	+54.7	+10
Property	29.4	19.2	+10.2	+53
AgTech	4.2	4.0	+0.2	+5
Downstream manufacturing	270.7	371.0	-100.3	-27
	930.2	965.4	-35.2	-4
Inter segment	(154.4)	(159.5)	+5.1	+3
Revenue – external	775.8	805.9	-30.1	-4
Profit before tax				
Plantation	207.9	185.5	+22.4	+12
Property	7.8	5.8	+2.0	+34
AgTech	(1.2)	(1.8)	+0.6	+33
Downstream manufacturing	(3.2)	(3.6)	+0.4	+11
Others	1.9	1.5	+0.4	+27
Adjusted EBITDA	213.2	187.4	+25.8	+14
(Impairment losses)/net reversal of impairment losses	(6.1)	0.8	-6.9	-
Net fair value gain/(loss) on financial assets at FVTPL	0.1	(0.3)	+0.4	-
Assets written off and others	(0.1)	(0.8)	+0.7	+88
EBITDA	207.1	187.1	+20.0	+11
Depreciation and amortisation	(76.3)	(76.0)	-0.3	-
Interest income	8.7	7.8	+0.9	+12
Finance cost	(27.7)	(25.9)	-1.8	-7
Share of results in joint ventures and associates	11.9	11.3	+0.6	+5
Profit before tax	123.7	104.3	+19.4	+19

The Group's profit before tax for 3Q 2023 improved against the immediate preceding quarter, contributed by the Plantation segment which profitability improved on the back of higher palm product sales volume, outweighing the impact of weaker palm product prices.

	3Q 2023	2Q 2023	Change %
Average Selling Price/MT (RM)			
○ Crude Palm Oil	3,409	3,584	-5
○ Palm Kernel	1,776	1,945	-9
Production (MT'000)			
○ Fresh Fruit Bunches	581	497	+17

(3) **Prospects**

The Group's prospects for the remaining months of 2023 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 immediate term, the Group anticipates palm oil price to be under pressure in view of the steadily rising inventory in Malaysia and key importing countries. In addition, palm oil had to contend with larger supply of competitor vegetable oils in view of the recovery in production of soybean in Argentina and sunflower in the Black Sea region. However, in the longer term, palm oil price would remain supported by weaker production prospects owing to slow down of new planting, deferral of replanting and uncertainties of weather conditions.

The Group's year-on-year production growth for YTD 2023 was mainly driven by its Indonesian operations and this growth is expected to extend into the remaining months of the year, compensating for the muted growth in the Malaysian operations consequential to its ongoing replanting activities. Nevertheless, the impact of El Niño on the Group's production remains to be seen as the Group is experiencing mixed weather patterns in different geographical locations.

The Property segment will continue to offer products which cater to a broader market segment, taking into consideration the prevailing market sentiments. Meanwhile, the Premium Outlets® remain steadfast in looking out for opportunities to expand regionally and enhancing its tenant portfolio.

Capitalising on the encouraging results of its research and development activities, the AgTech segment is working towards the commercialisation of its flagship products, namely GT, a high yielding disease tolerant seed and the Yield Booster™ microbial bio-products.

The Downstream Manufacturing segment continues to face stiff competition for its refined palm products due to Indonesia's export tax structure. On the other hand, the segment's palm-based biodiesel will continue to cater mainly for Malaysian biodiesel mandate as biodiesel export remain challenging.

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

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

(5) **Taxation**

Taxation charges for the current quarter and nine months ended 30 September 2023 are set out below:

	Current Quarter 3Q 2023 RM'000	Current Financial Year-To-Date RM'000
Current taxation:		
Malaysian income tax charge	17,616	48,308
Real property gain tax	1,013	1,013
Foreign income tax charge	8,061	16,727
	<u>26,690</u>	<u>66,048</u>
Deferred tax charge	10,126	12,334
	<u>36,816</u>	<u>78,382</u>

The effective tax rate for the current quarter and nine months ended 30 September 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 3Q 2023 RM'000	Current Financial Year-To- Date RM'000
Charges:		
Finance cost	27,724	80,690
Depreciation and amortisation	76,257	225,317
Property, plant and equipment written off	402	1,295
Net fair value (gain)/loss on financial assets at FVTPL	(106)	1,304
Net foreign exchange differences	2,198	3,462
Impairment losses on receivables	6,107	6,058
Receivables written off	4	39
	<hr/>	<hr/>
Credits:		
Interest income	8,780	26,565
Deferred income recognised for Government grant	29	87
Gain on disposal of assets classified as held for sale	-	5,748
Net surplus arising from Government acquisition	-	3,311
Gain on disposal of property, plant and equipment	184	214
	<hr/>	<hr/>

Other than the above, there were no gain or loss on disposal of quoted investments and gain or loss on derivatives for the current quarter and nine months ended 30 September 2023.

(7) Status of Corporate Proposals Announced

There was no corporate proposals announced but not completed as at 15 November 2023.

(8) Group Borrowings and Debt Securities

The details of the Group's borrowings and debts securities as at 30 September 2023 are set out below:

	As at 30/09/2023			As at 31/12/2022	
	Secured/ Unsecured	Foreign Currency 'million		RM Equivalent '000	RM Equivalent '000
Short term borrowings	Secured	USD	64.3	301,504	408,434
	Secured	RM		25,322	24,721
	Unsecured	RM		144,382	155,368
	Unsecured	USD	15.0	70,293	-
				541,501	588,523
Long term borrowings	Secured	USD	134.5	630,531	787,493
	Secured	RM		32,736	44,863
	Unsecured	RM		999,478	999,247
				1,662,745	1,831,603
Total borrowings	Secured	USD	198.8	932,035	1,195,927
	Secured	RM		58,058	69,584
	Unsecured	RM		1,143,860	1,154,615
	Unsecured	USD	15.0	70,293	-
				2,204,246	2,420,126

(9) Outstanding Derivatives

As at 30 September 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	187,500	3,952
<u>Forward Foreign Currency Exchange Contracts</u> USD - Less than 1 year - Less than 1 year	70,079 31,497	202 (54)
<u>Commodity Futures Contracts</u> RM - Less than 1 year	23,139	6

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 30 September 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 15 November 2023.

(12) Dividend Proposed or Declared

- (a) No dividend has been proposed or declared for the current quarter ended 30 September 2023.
- (b) An interim single-tier dividend of 8.0 sen per ordinary share in respect of the financial year ending 31 December 2023 was paid on 25 September 2023.

(13) Earnings per Share

	Current Quarter 3Q 2023	Current Financial Year-To-Date
Basic and diluted earnings per share		
Profit for the financial period attributable to equity holders of the Company (<i>RM'000</i>)	<u>80,518</u>	<u>190,293</u>
Weighted average number of ordinary shares in issue (<i>'000</i>)	<u>897,197</u>	<u>897,198</u>
Basic earnings per share (<i>sen</i>)	<u>8.97</u>	<u>21.21</u>

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 22 November 2023.