GLENEALY PLANTATIONS (MALAYA) BERHAD
Company No: 3453-X

QUARTERLY REPORT ON THE CONSOLIDATED RESULTS FOR THE 1ST QUARTER ENDED 30 SEPTEMBER 2009

The figures have not been audited

CONDENSED CONSOLIDATED INCOME STATEMENTS

	Individual Quarter		Cumulative	
	Current Year Quarter	Preceding Year Corresponding Quarter	Current Year To Date	Preceding Year Corresponding Period
	30/09/2009 RM'000	30/09/2008 RM'000	30/09/2009 RM'000	30/09/2008 RM'000
Revenue	41,062	62,229	41,062	62,229
Other operating income	1,025	1,673	1,025	1,673
Operating expenses	(33,202)	(39,391)	(33,202)	(39,391)
Profit from operations	8,885	24,511	8,885	24,511
Share of (loss)/profit after tax of associates	(218)	(139)	(218)	(139)
Profit before taxation	8,667	24,372	8,667	24,372
Taxation	(980)	(8,009)	(980)	(8,009)
Net profit for the period	7,687	16,363	7,687	16,363
Attributable to:				
Equity holders of the Company	6,631	12,817	6,631	12,817
Minority interests	1,056	3,546	1,056	3,546
Profit for the period	7,687	16,363	7,687	16,363
(a) Basic earnings per share (sen)	5.81	11.23	5.81	11.23
Net profit for the period (RM’000)	6,631	12,817	6,631	12,817
Weighted average number of ordinary shares on issue during the reporting quarter (’000)	114,091	114,091	114,091	114,091
(b) Diluted earnings per share (sen)	N/A	N/A	N/A	N/A

The condensed consolidated income statements should be read in conjunction with the annual financial statements for the financial year ended 30 June 2009.

GLENEALY PLANTATIONS (MALAYA) BERHAD
Company No: 3453-X

QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE 1ST QUARTER ENDED 30 SEPTEMBER 2009

The figures have not been audited

CONDENSED CONSOLIDATED BALANCE SHEETS

	As at end of current quarter 30/09/2009	As at preceding year end 30/6/2009
	RM'000	RM'000
Non-current assets		
Property, plant and equipment	213,322	206,501
Prepaid lease payments	48,096	48,238
Biological assets	240,311	227,314
Investment in associates	558	777
Investments	957	957
	503,244	493,787
Current assets		
Inventories	13,013	10,358
Receivables, deposits and prepayments	21,875	17,237
Tax recoverable	7,843	8,014
Cash and cash equivalents	131,021	158,802
	173,752	194,411
Current liabilities		
Payables and accruals	36,070	53,614
Current tax liabilities	2,075	2,576
	38,145	56,190
Net current assets	135,607	138,221
Non-current liabilities		
Deferred tax liabilities	79,788	81,261
	559,063	550,747

GLENEALY PLANTATIONS (MALAYA) BERHAD
Company No: 3453-X

QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE 1ST QUARTER ENDED 30 SEPTEMBER 2009

The figures have not been audited

CONDENSED CONSOLIDATED BALANCE SHEETS (CONTINUED)

	As at end of current quarter 30/09/2009 RM'000	As at preceding year end 30/6/2009 RM'000
Capital and reserves		
Share capital	115,362	115,362
Share premium	2,818	2,818
Treasury shares	(2,423)	(2,423)
Exchange reserve	(232)	(853)
Other reserve	163,840	163,840
Retained earnings	225,661	219,030
Total equity attributable to shareholders of the Company	505,026	497,774
Minority interests	54,037	52,973
	559,063	550,747
Net asset per share attributable to equity holders of the Company (RM)	4.43	4.36

The condensed consolidated balance sheets should be read in conjunction with the annual financial statements for the financial year ended 30 June 2009.

GLENEALY PLANTATIONS (MALAYA) BERHAD
Company No: 3453-X

QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE 1ST QUARTER ENDED 30 SEPTEMBER 2009

The figures have not been audited

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	Issued and fully paid ordinary shares of RM1 each Share capital RM'000	Share premium RM'000	Treasury shares RM'000	Exchange reserve RM'000	Other reserve RM'000	Retained profits RM'000	Total equity attributable to equity shareholders of the Company RM'000	Minority interests RM'000	Total equity RM'000
At 1 July 2008	115,362	2,818	(2,423)	202	163,840	202,957	482,756	53,415	536,171
Net profit for the period	-	-	-	-	-	12,817	12,817	3,546	16,363
Net gain not recognised in the income statement	-	-	-	102	-	-	102	-	102
At 30 September 2008	115,362	2,818	(2,423)	304	163,840	215,774	495,675	56,961	552,636
At 1 July 2009	115,362	2,818	(2,423)	(853)	163,840	219,030	497,774	52,973	550,747
Net profit for the period	-	-	-	-	-	6,631	6,631	1,056	7,687
Net gain not recognised in the income statement	-	-	-	621	-	-	621	8	629
At 30 September 2009	115,362	2,818	(2,423)	(232)	163,840	225,661	505,026	54,037	559,063

The condensed consolidated statements of changes in equity should be read in conjunction with the annual financial statements for the financial year ended 30 June 2009.

GLENEALY PLANTATIONS (MALAYA) BERHAD
Company No: 3453-X

QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE 1ST QUARTER ENDED 30 SEPTEMBER 2009

The figures have not been audited

CONDENSED CONSOLIDATED CASH FLOW STATEMENTS

	Current year quarter ended 30/09/2009 RM'000	Preceding year corresponding quarter ended 30/09/2008 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit after taxation	7,687	16,363
Adjustments for:-		
Depreciation and amortisation	8,850	6,447
Taxation	980	8,009
Interest income	(779)	(1,661)
(Writeback of)/ accrual for cultivation costs	0	0
Share of loss after tax of associates	219	139
Operating profit before working capital changes	16,957	29,297
Change in inventories	(2,655)	(3,131)
Change in receivables, deposits and prepayments	(4,638)	9,157
Change in payables and accruals	(17,539)	301
Cash generated from operations	(7,875)	35,624
Taxes paid	(2,780)	(4,607)
Net cash generated from operating activities	(10,655)	31,017
CASH FLOWS FROM INVESTING ACTIVITIES		
Addition of biological assets and property, plant and equipment	(18,526)	(16,908)
Interest received	779	1,661
Net cash used in investing activities	(17,747)	(15,247)
CASH FLOWS FROM FINANCING ACTIVITIES		
Dividends paid to shareholders	0	0
Dividends paid to minority shareholders	0	0
Net cash used in financing activities	0	0
Net increase in cash and cash equivalents	(28,402)	15,770
Cash and cash equivalents at beginning of financial year	157,217	192,997
Foreign exchange difference on opening balances	621	102
Cash and cash equivalents at end of the period	129,436	208,869

QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE 1ST QUARTER ENDED 30 SEPTEMBER 2009

The figures have not been audited
CONDENSED CONSOLIDATED CASH FLOW STATEMENTS (CONTINUED)

	Current year quarter ended 30/09/2009 RM'000	Preceding year corresponding quarter ended 30/09/2008 RM'000
Cash and cash equivalents is represented by:		
Cash and bank balances	3,982	10,213
Deposits	127,039	200,079
	131,021	210,292
Less: Restricted balances	(1,585)	(1,423)
	129,436	208,869

The condensed consolidated cash flow statements should be read in conjunction with the annual financial statements for the financial year ended 30 June 2009.

The figures have not been audited

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS FOR THE 1ST QUARTER ENDED 30 SEPTEMBER 2009

1. **Basis of preparation**

The condensed consolidated interim financial statements are unaudited and have been prepared in accordance with the requirements of Financial Reporting Standard ("FRS") 134, 'Interim Financial Reporting' and the applicable disclosure provisions of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad.

The condensed consolidated interim financial statements should be read in conjunction with the audited financial statements of the Group for the financial year ended 30 June 2009. These explanatory notes attached to the condensed consolidated interim financial statements provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group since the financial year ended 30 June 2009.

Except as described below, the significant accounting policies adopted in the unaudited condensed consolidated interim financial statements are consistent with those adopted in the Group's audited financial statements for the financial year ended 30 June 2009.

Change in accounting policy – FRS8, 'Operating segments'.
As of 1 July 2009, the Group determines and presents operating segments based on the information that is internally provided to the Managing Director, who is the Group's chief operating decision maker. This change in accounting policy is due to the adoption of FRS 8. Previously, FRS 114_{2004}, 'Segment reporting' was not applicable because all the Group's plantations are located in a single geographical location.

Comparative segment information has been presented. Since the change in accounting policy only impacts presentation and disclosure aspects, there is no impact on earnings per ordinary share.

2. **Preceding annual financial statements**

The audit report of the preceding annual financial statements for the year ended 30 June 2009 was unqualified.

3. **Seasonality of Cyclical Factors**

Climate conditions and the age of our palms continued to have effect on the oil palm plantations' operational performance. For the financial quarter under review, Crude Palm Oil ("CPO") prices have declined due to market concerns of a potential oversupply situation and weakness in the general economy. The average CPO price achieved for the quarter under review was RM2,252/MT, which was lower than the preceding financial quarter of RM2,484/MT.

However, due to cyclicality of production patterns, the production of Fresh Fruit Bunches ("FFB") increased from 64,574 MT in the immediate preceding financial quarter to 73,728 MT in the financial quarter under review.

The figures have not been audited

4. **Exceptional item**

There were no items for which by nature or amount affecting assets, liabilities, equity, net income, or cash flows that were unusual because of their nature, size, or incidence during the quarter under review.

5. **Changes in estimates**

There were no changes in estimates of amounts reported in prior financial years that have a material effect in the quarter under review.

6. **Changes in debt and equity securities**

There were no other issuances, cancellations, repurchases, resale, and repayment of debt and equity securities in the quarter under review.

7. **Dividends paid**

There were no dividends paid during the quarter under review.

8. **Segmental information**

The chief operating decision maker has been identified as the Managing Director ("MD"). The MD reviews the Group's internal reporting regularly, in order to assess performance and allocate resources. The Group has determined the operating segments based on these reports.

The MD considers the business from a geographic perspective. Each geographical location comprises oil palm plantations and palm oil mills. The plantations and mills in each operating segment are considered as a single integrated business unit with its own business unit managers. The reportable segments are Sabah and Sarawak.

The MD assesses the performance of the operating segments based on profit from these operations. This measure excludes expenses that are managed on a central basis and the Group's share of results in associates. The segment assets comprise of operating assets related to the plantation operations, principally property, plant and equipment, prepaid lease payments, biological assets and inventories. The other assets in the balance sheet managed on a central basis are corporate fixed assets, receivables, deposits and prepayments, tax recoverable and cash and cash equivalents. These other assets form part of the reconciliation to the total assets in the balance sheet.

The figures have not been audited

For the period ended

	Sabah		Sarawak		Total Group	
	30/09/09	**30/09/08**	**30/09/09**	**30/09/08**	**30/09/09**	**30/09/08**
	RM'000	**RM'000**	**RM'000**	**RM'000**	**RM'000**	**RM'000**
External revenue	20,436	34,926	20,626	27,302	41,062	62,229
Profit from operations	10,370	18,930	483*	8,513	10,854	27,443
Total assets	185,551	191,104	324,490	258,853	510,041	449,957

Note *: Please see Note 20.

A reconciliation of total profit from operations to total consolidated profit before taxation is provided as follows:

	30/09/09	**30/09/08**
	RM'000	**RM'000**
Profit from operations for reportable segments	10,854	27,443
Expenses managed on a central basis	(1,969)	(2,932)
Consolidated profit/(loss) from operations	8,885	24,511
Share of (loss)/profit after tax of associates	(218)	(139)
Consolidated profit/(loss) before taxation	8,667	24,372

Reportable segments' assets are reconciled to consolidated total assets as follows:

	30/09/09	**30/09/08**
	RM'000	**RM'000**
Total segment assets	510,041	449,957
Assets managed on a central basis	166,955	236,898
Consolidated total assets	676,996	686,855

9. **Valuations of property, plant and equipment**

The Group does not have a policy on revaluing its property, plant and equipment.

10. **Material events subsequent to the end of the reporting quarter**

There have been no material events subsequent to the end of the quarter under review that have not been reflected in the financial statements.

The figures have not been audited

11. **Changes in the composition of the Group**

There were no changes in the composition of the Group during the current quarter and financial year to-date including business combination, acquisition or disposal of subsidiaries and long term investments, restructuring and discontinuing operations.

12. **Contingent liabilities or contingent assets**

No contingent liabilities or contingent assets had arisen since the last annual balance sheet date. The status of contingent liabilities as disclosed in the last annual balance sheet date is disclosed in Note 19: Material Litigation below.

13. **Taxation**

	Current quarter Jul'09 – Sep'09 RM'000	**Current financial year-to-date Jul'09 – Sep'09 RM'000**
Taxation based on profit for the period:		
Corporate income tax	2,180	2,180
Deferred taxation	390	390
	2,570	2,570
Under/(over) provision in respect of prior year:		
Corporate income tax	274	274
Deferred taxation	(1,864)	(1,864)
	980	980

14. **Profits/(Losses) on sale of unquoted investments and/or properties**

There were no disposals of unquoted investments and/or properties during the quarter under review.

15. **Quoted securities**

(a) There were no purchases or disposals of quoted securities for the current quarter and financial year to date.

(b) Total investments in quoted securities as at 30 September 2009 were as follows:

	RM'000
(i) At carrying value / book value	957
(ii) At market value	2,341

16. **Status of Corporate Proposals**

There were no new corporate proposals during the current quarter under review.

The figures have not been audited

17. **Off balance sheet financial instruments**

There were no financial instruments with off balance sheet risk as at the date of this report.

18. **Material litigation**

There were no pending material litigation as at the date of this report except for the following:

Wembley I.B.A.E Sdn Bhd (in Liquidation) (hereinafter referred to as " the Plaintiff") v Timor Enterprises Sdn Bhd (hereinafter referred to as "the Defendant")

The Company had announced on 28 March 2003 that its wholly owned sub-subsidiary company Timor Enterprises Sdn Bhd (hereinafter referred to as "Defendant") had been served with a Writ of Summons on 20 March 2003 in respect of Suit II by Wembley I.B.A.E Sdn Bhd (in Liquidation) (hereinafter referred to as "Plaintiff") which was the Defendant's main contractor for its oil mill factory project in Lahad Datu, Sabah (hereinafter referred to as "Oil Mill"). The Plaintiff's claims against the Defendant which were in respect of the Oil Mill were judgement for the sum alleged to be in arrears of RM 799,893.17 plus interest costs before the judgement date up to the date of full settlement, costs of Suit II and any other relief deemed fit and proper by the High Court.

The Board of Directors are of the view that there are no such sums due and owing by the Defendant to the Plaintiff and the Defendant's solicitors had filed a defense and served it upon the solicitors of the Plaintiff on 10 April 2003. The solicitors for the Plaintiff had served a notice to the Defendant to file an affidavit verifying existence of documents on 22 March 2004.

The Defendant had filed an application to strike out the action. The Summons in Chambers was served onto the Plaintiff on 5 October 2004. The learned Senior Assistant Registrar had on 22 March 2005 made an order for the striking out of the Plaintiff’s claim. However, the Plaintiff had on 24 March 2005 appealed against the decision. The hearing of the Plaintiff's appeal had been fixed for 14 September 2005.

On 14 September 2005, the learned Judge of the High Court dismissed the Plaintiff's appeal with costs to be paid by the Plaintiff to the Defendant. The Plaintiff has since filed an appeal against the decision of the High Court to the Court of Appeal. At present, no date has been fixed for the hearing of the Plaintiff's appeal to the Court of Appeal and the appeal remains pending determination.

19. **Material changes in the quarterly results compared to the results of the immediate preceding quarter**

For the financial quarter under review, the Group's FFB production increased by 9,154 MT to 73,728 MT as compared to the immediate preceding financial quarter. However, the Group achieved a lower CPO sales of 18,167 MT with an average CPO price of RM2,252/MT, as compared to 20,028 MT with an average CPO price of RM2,484/MT for the immediate preceding financial quarter. The lower sales volume was mainly due to the timing of sales and delivery of CPO in the respective quarters. As a result, the revenue for the financial quarter under review decreased to RM41.1 million compared to that of the preceding financial quarter of RM50.0 million. Cost of production per MT of CPO was lower than that of the immediate preceding financial quarter, mainly due to the effect of higher FFB production which lowered fixed overheads allocation per MT and the timing of fertilizer application. As a consequence, profit before taxation of RM8.7 million for the financial quarter under review was RM0.3 million lower as compared to the immediate preceding financial quarter.

On an earnings before interest, tax, depreciation and amortisation ("EBITDA") basis, the Group achieved RM16.7 million which was higher than the immediate preceding financial quarter of RM14.1 million.

20. **Review of performance of the Group for the quarter and financial year-to-date**

For the financial quarter and year-to-date, the Group harvested 73,728 MT of FFB. For the same period, the Group produced 19,303 MT of CPO and sold 18,167 MT of CPO at an average price of RM2,252/MT. It achieved a profit before tax of RM8.7 million and EBITDA of RM16.7 million.

In terms of segmental results, Sabah operations and Sarawak operations achieved an operating profit of RM10.3 million and RM0.5 million respectively. The lower operating profits for Sarawak was due to the inclusion of the results of newly matured areas in the Lana plantations totalling 5,947 hectares, which due to yields from newly matured palms, recorded operating losses of RM2.9 million. Expenses managed on a central basis amounted to RM2.0 million and this mainly relates to head office expenses and unrealized foreign exchange losses on foreign currency funds allocated for the Indonesian operations.

In the financial quarter under review, the Group planted an additional 109 hectares of oil palm plantations in Lana, Sarawak, bringing the total planted area in this estate to 8,477 hectares. As at the end of the financial quarter under review, 5,947 hectares of the plantation in Lana has matured, leaving the total immature area at 2,530 hectares. As for the new oil palm estate in Jelalong, Sarawak, the Group have to date planted 495 hectares.

The figures have not been audited

21. **Commentary on the outlook of the Group**

Palm oil price has been trading above RM2000/MT for the last financial quarter due to lower than expected production and stable export demand. However, with a seasonal pick up in palm oil production towards the end of the calendar year and with the US expecting a bumper soyabean crop, palm oil price is expected to come under pressure. The outlook for palm oil price is supported by a more stable recovery in the world economy and a weakening trend of the US Dollar which is beneficial for commodities as it will be cheaper for consuming countries to buy palm oil. With more countries mandating blending of biofuel with diesel or gasoline and crude petroleum price at above US$70 per barrel, the expanded usage of palm oil in non-food uses has encouraged more demand. In addition, palm oil is also benefiting from the mandatory trans-fatty acid labeling in the US and expanded market share there although the US was not a traditional market for palm oil.

For the financial year ending 30 June 2010, an additional 2,160 hectares of oil palm plantations (1,885 hectares of new planting in Lana and 275 hectares from replanting in Sabah) will mature, thus bringing a net increase in the Group's total matured hectarage in East Malaysia to 20,251 hectares. With the Group's matured areas moving to higher yielding profiles, the Group's production of CPO in the financial year ending 30 June 2010 is expected to increase.

22. **Variation of actual profit from forecast profit and shortfall in profit guarantee**

The Group did not issue any profit forecast for this quarter and therefore comments on variances with forecast profit are not applicable.

23. **Dividends**

The Board does not propose to declare or recommend any interim dividend for the current quarter.

BY ORDER OF THE BOARD

TAN GHEE KIAT (MICPA 811)
T.V.SEKHAR A/L T.G.VENKATESAN (MICPA 1371)

Company Secretaries

Kuala Lumpur
4 November 2009