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

QUARTERLY REPORT ON THE CONSOLIDATED RESULTS FOR THE 1st QUARTER ENDED 30 SEPTEMBER 2010

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 Corresponding Year To Date
	30/09/2010 RM'000	30/09/2009 RM'000	30/09/2010 RM'000	30/09/2009 RM'000
Revenue	42,606	41,062	42,606	41,062
Other operating income	825	1,025	825	1,025
Operating expenses	(29,204)	(33,202)	(29,204)	(33,202)
Profit from operations	14,227	8,885	14,227	8,885
Share of loss after tax of associates	(23)	(218)	(23)	(218)
Profit before taxation	14,204	8,667	14,204	8,667
Tax expense	(4,310)	(980)	(4,310)	(980)
Profit for the period	9,894	7,687	9,894	7,687
Attributable to:				
Equity holders of the Company	7,412	6,631	7,412	6,631
Non-Controlling Interests	2,482	1,056	2,482	1,056
Profit for the period	9,894	7,687	9,894	7,687
(a) Basic earnings per share (sen)	6.50	5.81	6.50	5.81
Net profit for the period (RM'000)	7,412	6,631	7,412	6,631
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 2010.

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

QUARTERLY REPORT ON THE CONSOLIDATED RESULTS FOR THE 1st QUARTER ENDED 30 SEPTEMBER 2010

The figures have not been audited

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME FOR THE PERIOD ENDED 30 SEPTEMBER 2010

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter	Preceding Year Corresponding Quarter	Current Year To Date	Preceding Year Corresponding Period To Date
	30/09/2010 RM'000	30/09/2009 RM'000	30/09/2010 RM'000	30/09/2009 RM'000
Profit for the period	9,894	7,687	9,894	7,687
Other comprehensive income for the period*:				
- Exchange difference on the re-translation of financial statements of subsidiaries	(388)	629	(388)	629
-Fair value of available-for-sale financial assets	(20)	0	(20)	0
Total comprehensive income for the period	9,486	8,316	9,486	8,316
Total comprehensive income attributable to:				
Equity holders of the Company	7,004	7,252	7,004	7,252
Non-Controlling Interests	2,482	1,064	2,482	1,064
	9,486	8,316	9,486	8,316

Note: * The component of other comprehensive income does not have any significant tax effect.

The Condensed Consolidated Statement Of Comprehensive Income should be read in conjunction with the annual financial statements for the financial year ended 30 June 2010.

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

QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE 1ST QUARTER ENDED 30 SEPTEMBER 2010

The figures have not been audited

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	As at end of Current Quarter 30/09/2010	As at Preceding Financial Year End 30/06/2010
	RM'000	RM'000
Non-current assets		
Property, plant and equipment	228,515	225,726
Prepaid lease payments	48,834	48,780
Biological assets	268,442	260,098
Investment in associates	0	23
Available-for-sale financial assets	1,314	957
	547,105	535,584
Current assets		
Inventories	16,481	9,863
Receivables, deposits and prepayments	29,300	24,961
Tax recoverable	5,968	7,508
Cash and cash equivalents	114,791	119,657
	166,540	161,989
Total Assets	713,645	697,573
EQUITY AND LIABILITIES		
Current liabilities		
Payables and accruals	38,205	33,718
Current tax liabilities	1,812	1,033
Total Current liabilities	40,017	34,751
Non-current liabilities		
Deferred tax liabilities	85,274	84,331
Total Liabilities	125,291	119,082

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

QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE 1ST QUARTER ENDED 30 SEPTEMBER 2010

The figures have not been audited

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION (Continued)

	As at end of Current Quarter 30/09/2010	As at Preceding Financial Year End 30/06/2010
	RM'000	RM'000
Total Equity		
Share capital	115,362	115,362
Share premium	2,818	2,818
Treasury shares	(2,423)	(2,423)
Exchange reserve	(620)	(232)
Other reserve	163,840	163,840
Fair value reserve	357	0
Retained earnings	247,644	240,232
Total equity attributable to equity holders of the Company	526,978	519,597
Non-Controlling interests	61,376	58,894
	588,354	578,491
Total Equity and Liabilities	713,645	697,573
	=======	=======
Net asset per share attributable to equity holders of the Company (RM)	4.62	4.55

The Condensed Consolidated Statement Of Financial Position should be read in conjunction with the annual financial statements for the financial year ended 30 June 2010.

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

QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE 1ST QUARTER ENDED 30 SEPTEMBER 2010

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	Fair Value reserves RM'000	Total equity attributable to equity shareholders of the Company RM'000	Non-Controlling interests RM'000	Total equity RM'000
At 1 July 2009	115,362	2,818	(2,423)	(853)	163,840	219,030	0	497,774	52,973	550,747
Total comprehensive income for the period	0	0	0	621	0	6,631	0	7,252	1,064	8,316
At 30 September 2009	115,362	2,818	(2,423)	(232)	163,840	225,661	0	505,026	54,037	559,063

QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE 1ST QUARTER ENDED 30 SEPTEMBER 2010

The figures have not been audited

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (Continued)

	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	Fair Value reserves RM'000	Total equity attributable to equity shareholders of the Company RM'000	Non-Controlling interests RM'000	Total equity RM'000
At 1 July 2010	115,362	2,818	(2,423)	(232)	163,840	240,232	0	519,597	58,894	578,491
Effect arising from adoption of FRS 139	0	0	0	0	0	0	377	377	0	377
As at 1 July 2010 (restated)	115,362	2,818	(2,423)	(232)	163,840	240,232	377	519,974	58,894	578,868
Total comprehensive income for the period	0	0	0	(388)	0	7,412	(20)	7,004	2,482	9,486
At 30 September 2010	115,362	2,818	(2,423)	(620)	163,840	247,644	357	526,978	61,376	588,354

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 2010.

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

QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE 1ST QUARTER ENDED 30 SEPTEMBER 2010

The figures have not been audited

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOW

	Current Period Ended 30/09/2010 RM'000	Corresponding Period Ended 30/09/2009 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit after taxation	9,894	7,687
Adjustments for:-		
Depreciation and amortisation	9,142	8,850
Taxation	4,310	980
Interest income	(735)	(779)
Dividend income	(46)	0
Net change in fair value of available-for-sale financial assets	20	0
Share of loss after tax of associates	23	219
Operating profit before working capital changes	22,608	16,957
Change in inventories	(6,616)	(2,655)
Change in receivables, deposits and prepayments	(4,339)	(4,638)
Change in restricted fixed deposits	10	0
Change in payables and accruals	4,487	(17,539)
Cash generated from/(used in) operations	16,150	(7,875)
Taxes paid	(2,057)	(2,780)
Net cash generated from/(used in) operating activities	14,093	(10,655)
CASH FLOWS FROM INVESTING ACTIVITIES		
Addition of biological assets and property, plant and equipment	(19,091)	(18,526)
Addition of prepaid lease rental	(260)	0
Dividend received	46	0
Interest received	735	779
Net cash used in investing activities	(18,570)	(17,747)
CASH FLOWS FROM FINANCING ACTIVITIES		
Dividends paid to owners	0	0
Dividends paid to non-controlling interests	0	0
Net cash used in financing activities	0	0
Net decrease in cash and cash equivalents	(4,477)	(28,402)
Cash and cash equivalents at beginning of financial year	118,061	157,217
Foreign exchange difference on opening balances	(388)	621
Cash and cash equivalents at end of the period	113,196	129,436

The figures have not been audited

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOW (CONTINUED)

	Current Period Ended 30/09/2010 RM'000	Corresponding Period Ended 30/09/2009 RM'000
Cash and cash equivalents are represented by:		
Cash and bank balances	10,015	3,982
Deposits	104,776	127,039
	114,791	131,021
Less: Restricted balances	(1,595)	(1,585)
	113,196	129,436

The condensed consolidated statement of cash flow should be read in conjunction with the annual financial statements for the financial year ended 30 June 2010.

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS FOR THE 1ST QUARTER ENDED 30 SEPTEMBER 2010

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 2010. 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 2010.

2. **Changes in accounting policy**

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 2010.

(a) ***FRS 101 (revised), Presentation of Financial Statements***

The Group applied revised FRS 101 (revised) which became effective as of 1 January 2010. As a result, the Group presents all non-owner changes in equity in the consolidated statement of comprehensive income.

Comparative information has been re-presented so that it is in conformity with the revised standard. Since the change only affects presentation aspects, there is no impact on earnings per ordinary share.

(b) ***FRS 139, Financial Instruments: Recognition and Measurement***

FRS 139 sets out the new requirements for the recognition and measurement of financial instruments. The adoption of FRS 139 has resulted in changes to accounting policies relating to recognition and measurement of financial instruments and the new accounting policies are as follows:

i) Initial recognition and measurement

A financial instrument is recognised in the financial statements when, and only when, the Group becomes a party to the contractual provisions of the instrument.

A financial instrument is recognised initially at its fair value plus, in the case of a financial instrument not at fair value through profit or loss, transaction costs that are directly attributable to the acquisition or issue of the financial instrument.

2. **Changes in accounting policies (continued)**

(b) ***FRS 139, Financial Instruments: Recognition and Measurement*** **(continued)**

(ii) Financial instrument categories and subsequent measurement

Financial assets

Financial assets are classified as financial assets at fair value through profit or loss, held-to-maturity investments, loans and receivables and available-for-sale financial assets, or as derivative designated as hedging instruments in an effective hedge, as appropriate.

Financial assets categorised as fair value through profit or loss are subsequently measured at their fair values with the gain or loss recognised in income statement except for derivatives that are linked to and must be settled by delivery of unquoted equity instruments whose fair values cannot be reliably measured are measured at cost.

Financial assets categorised as held-to-maturity investments which includes debt instruments that are quoted in an active market are subsequently measured at amortised cost using the effective interest method.

Available-for-sale financial assets comprises investments in equity and debt securities that are not held for trading and are subsequently measured at fair value with gain or loss recognised in other comprehensive income.

All financial assets, except for those measured at fair value through profit or loss, are subject to review for impairment.

Financial liabilities

All financial liabilities are subsequently measured at amortised cost other than those categorised as fair value through profit or loss.

Fair value through profit or loss category comprises financial liabilities that are held for trading, derivatives (except for a derivative that is a financial guarantee contract or a designated and effective hedging instrument) or financial liabilities that are specifically designated into this category upon initial recognition.

Other financial liabilities categorised as fair value through profit or loss is subsequently measured at their fair values with the gain or loss recognised in income statement.

(iii) Derecognition

A financial asset or part of it is derecognised when, and only when the contractual rights to the cash flows from the financial asset expire or the financial asset is transferred to another party without retaining control or substantially all risks and rewards of the asset. On the derecognition of a financial asset, the difference between the carrying amount and the sum of the consideration received (including any new asset obtained less any new liability assumed) and any cumulative gain or loss that had been recognised in equity is recognised in the income statement.

2. **Changes in accounting policies (continued)**

FRS 139, *Financial Instruments: Recognition and Measurement* (continued)

(iii) Derecognition (continued)

A financial liability or a part of it is derecognised when, and only when, the obligation specified in the contract is discharged or cancelled or expires. On derecognition of a financial liability, the difference between the carrying amount of the financial liability extinguished or transferred to another party and the consideration paid, including any non-cash assets transferred or liabilities assumed, is recognised in the income statement.

The comparative financial information on the consolidated statement of comprehensive income have been re-presented as summarized below so that it is in conformity with the revised standard:-

	Consolidated Income Statement for the quarter ended 30 September 2009 (As previously reported)	Effects on adoption of FRS101	Consolidated Statement of Comprehensive Income for the quarter ended 30 September 2009 (As restated)
	RM'000	RM'000	RM'000
Profit for the period	7,687	-	7,687
Other comprehensive income:			
- Exchange difference on the re-translation of financial statements of subsidiaries	-	629	629
Total comprehensive income	-	-	8,316

The effects of adoption of FRS 139 on the opening reserves of the Group and other items of the consolidated statement of financial position as at 1 July 2010 are as follows :-

	Balance as at 1 July 2010 before the adoption of FRS139	Effects on adoption of FRS139	Balance as at 1 July 2010 after the adoption of FRS139
	RM'000	RM'000	RM'000
Available-for-sale financial assets	957	377	1,334

The figures have not been audited

3. **Preceding annual financial statements**

The audit report of the preceding annual financial statements for the year ended 30 June 2010 was unqualified.

4. **Seasonality of Cyclical Factors**

Crop production is seasonal in nature. Production in Fresh Fruit Bunches ("FFB") normally peaks in the first half of the financial year and then declines to the second half of the financial year. This pattern can be affected by changes in weather conditions, such as El-Nino or La-Nina.

The prices for the Group's products are not within the control of the Group but are determined by the global supply and demand situation for edible oils and it is highly correlated to the price of mineral oil.

5. **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.

6. **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.

7. **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.

8. **Dividends paid**

There were no dividends paid during the quarter under review.

9. **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.

	Sabah		Sarawak		Total Group	
	30/09/10	30/09/09	30/09/10	30/09/09	30/09/10	30/09/09
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
External revenue	25,645	20,436	16,915	20,626	42,560	41,062
Profit from operations	11,499	10,371	3,443	483	14,942	10,854
Total assets	184,048	185,551	365,650*	324,490	549,698	510,041

* Note: This includes 6,707 hectares of newly matured plantation areas in Lana, and 6,191 hectares of immature plantation areas in Lana and Jelalong, Sarawak.

The figures have not been audited

9 **Segmental information (continued)**

Reportable segments' external revenue are reconciled to consolidated total revenue as follows:

	30/09/10 RM'000	30/09/09 RM'000
Total segment external revenue	42,560	41,062
Dividend income of non-reportable segment	46	0
Consolidated total revenue	42,606	41,062

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

	30/09/10 RM'000	30/09/09 RM'000
Profit from operations for reportable segments	14,942	10,854
Other non-reportable segments	(227)	(298)
Expenses managed on a central basis	(488)	(1,671)
Consolidated profit from operations	14,227	8,885
Share of loss after tax of associates	(23)	(218)
Consolidated profit before taxation	14,204	8,667

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

	30/09/10 RM'000	30/09/09 RM'000
Total segment assets	549,698	510,041
Other non-reportable segment	10,484	2,218
Assets managed on a central basis	153,463	164,737
Consolidated total assets	713,645	676,996

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

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

The figures have not been audited

11. **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.

12. **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.

13. **Contingent liabilities or contingent assets**

No contingent liabilities or contingent assets had arisen since the last annual balance sheet date.

14. **Taxation**

	Current Quarter Jul'10 – Sep'10 RM'000	**Current Financial Year-to-date Jul'10 – Sep'10 RM'000**
Taxation based on profit for the period:		
Corporate income tax	3,367	3,367
Deferred taxation	943	943
	4,310	4,310
Under/(over) provision in respect of prior year:		
Corporate income tax	0	0
Deferred taxation	0	0
	4,310	4,310

15. **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.

16. **Quoted securities**

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

17. **Status of Corporate Proposals**

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

18. **Off balance sheet financial instruments**

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

19. **Material litigation**

There was no pending material litigation as at the date of this report.

20. **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 13,677 MT to 79,518 MT as compared to the immediate preceding financial quarter of 65,841 MT. However, the Group achieved lower CPO sales of 15,625 MT (with a higher average CPO price of RM2,617/MT) as compared to 15,692 MT (with an average CPO price of RM2,544/MT) for the immediate preceding financial quarter, primarily due to the temporary logistic disruption from our Lana Palm Oil Mill. As a result of the higher CPO prices, the revenue for the financial quarter under review increased to RM42.6 million compared to the immediate preceding financial quarter of RM41.4 million.

Cost of production per MT of CPO was lower than that of the immediate preceding financial quarter, mainly due to the fixed overheads being allocated to a higher amount of FFB produced and the timing of incurrance of fertilizer costs. As a consequence, profit before taxation of RM14.2 million for the financial quarter under review was RM8.3 million higher as compared to the immediate preceding financial quarter of RM5.9 million.

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

FFB production for the financial quarter under review of 79,518 MT was 8% higher compared to the preceding year corresponding financial quarter due to increasing yield as more matured planted areas moved into higher yielding profiles. CPO sales was 15,625 MT for the financial quarter under review. The Group's revenue increased by 4% to RM42.6 million from the RM41.1 million achieved in the preceding year corresponding financial quarter. Profit before tax for the financial quarter under review was RM14.2 million, which was 64% higher than the preceding year corresponding financial quarter of RM8.7 million. With the higher profits, an Earnings before interest, tax, depreciation and amortization, of RM22.6 million was achieved.

In terms of segmental results, Sabah and Sarawak operations achieved an operating profit of RM11.5 million and RM3.4 million respectively. The operating profits for Sarawak was affected by losses recorded by the newly matured areas in the Lana plantations.

During the financial quarter, the Group planted an additional 589 hectares of oil palm plantation in Jelalong, Sarawak, bringing the total planted area in this estate to 4,106 hectares. As for our plantation in Lana, Sarawak, 6,707 hectares of the plantation in Lana has matured, leaving the total immature area at 2,085 hectares.

The figures have not been audited

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

Palm oil price has been trending up since July 2010 because supplies have been constrained by slower palm oil production growth in Malaysia and Indonesia coupled with dry weather which affected the sunflower seed and rapeseed crops in Russia and Ukraine. A weaker US dollar and stronger crude petroleum prices also supported the higher prices for vegetable oils. Demand has been holding up well due to the population and per capita consumption growth in the developing countries. The outlook for palm oil price remains positive supported by a general recovery in the world economy.

With the Group's matured areas moving to higher yielding profiles, the Group's production of CPO is expected to increase. With CPO prices expected to remain firm and the increase in the Group's CPO production, the outlook for the Group is favourable.

Variation of actual profit from forecast profit and shortfall in profit guarantee

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

24. **Dividends**

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

BY ORDER OF THE BOARD

TAN GHEE KIAT (MICPA 811)
T.V.SEKHAR (MICPA 1371)

Company Secretaries

Kuala Lumpur
3 November 2010