



KUALA LUMPUR KEPONG BERHAD

197301001526 (15043-V)

**Interim Financial Report
For the third quarter ended 30 June 2021**

The Directors are pleased to announce the unaudited financial results of the Group for the third quarter ended 30 June 2021.

Condensed Consolidated Statement of Profit or Loss
For the third quarter ended 30 June 2021
 (The figures have not been audited.)

	Individual Quarter			Cumulative Quarter		
	3 months ended		+ / (-)	9 months ended		+ / (-)
	30 June			30 June		
	2021	2020		2021	2020	
	RM'000	RM'000	%	RM'000	RM'000	%
Revenue	5,172,758	3,711,157	39.4	13,981,263	11,592,548	20.6
Operating expenses	(4,564,003)	(3,248,936)	40.5	(12,529,078)	(10,765,584)	16.4
Other operating income	395,228	69,222	471.0	773,028	167,847	360.6
Finance costs	(58,679)	(59,763)	(1.8)	(174,424)	(185,202)	(5.8)
Share of results of associates	2,490	2,459	1.3	30,818	43,860	(29.7)
Share of results of joint ventures	5,522	12,972	(57.4)	14,864	(4,029)	N/M
Profit before taxation	953,316	487,111	95.7	2,096,471	849,440	146.8
Taxation	(124,664)	(83,482)	49.3	(340,062)	(231,678)	46.8
Net profit for the period	<u>828,652</u>	<u>403,629</u>	105.3	<u>1,756,409</u>	<u>617,762</u>	184.3
Attributable to:						
Equity holders of the Company	783,937	368,697	112.6	1,631,784	563,788	189.4
Non-controlling interests	44,715	34,932	28.0	124,625	53,974	130.9
	<u>828,652</u>	<u>403,629</u>	105.3	<u>1,756,409</u>	<u>617,762</u>	184.3
	Sen	Sen		Sen	Sen	
Earnings per share - basic	<u>72.7</u>	<u>34.2</u>		<u>151.3</u>	<u>52.6</u>	
Earnings per share - diluted	<u>N/A</u>	<u>N/A</u>		<u>N/A</u>	<u>N/A</u>	

N/A - Not applicable
 N/M - Not meaningful

Comments on Results

Included under other operating income for the current quarter and 9-month cumulative quarter ended 30 June 2021 are the following non-operational items:

	Current Quarter	Cumulative Quarter
	RM'000	RM'000
Fair value surplus on deemed disposal of an associate, Aura Muhibah Sdn Bhd	324,260	324,260
Surplus on sales of land and government acquisitions	3,596	158,378
Foreign exchange gain from translation of inter-company loans denominated in foreign currencies and USD bank loan in an Indonesian subsidiary	1,535	56,770
Fair value surplus of an ordinary investment which was previously an associate	-	12,224
Negative goodwill from acquisition of Aura Muhibah Sdn Bhd	2,941	2,941
Total	<u>332,332</u>	<u>554,573</u>

Excluding the above non-operational items, profit before tax of the Group for the current quarter and 9-month cumulative quarter ended 30 June 2021 would be RM621.0 million and RM1.541 billion respectively.

The Condensed Consolidated Statement of Profit or Loss should be read in conjunction with the Annual Financial Report for the year ended 30 September 2020.

**Condensed Consolidated Statement of Other Comprehensive Income
For the third quarter ended 30 June 2021**

(The figures have not been audited.)

	Individual Quarter		Cumulative Quarter	
	3 months ended		9 months ended	
	30 June		30 June	
	2021	2020	2021	2020
	RM'000	RM'000	RM'000	RM'000
Net profit for the period	828,652	403,629	1,756,409	617,762
Other comprehensive income/(loss) that will be reclassified subsequently to profit or loss				
Currency translation differences	40,211	299,623	146,850	171,938
Share of other comprehensive (loss)/income in associates	(237)	138	(51,793)	(17,599)
	39,974	299,761	95,057	154,339
Other comprehensive income/(loss) that will not be reclassified subsequently to profit or loss				
Net change in fair value of equity instruments	11,969	40,884	76,871	(55,920)
Share of other comprehensive (loss)/income in associates	-	(4)	16,545	(5,120)
	11,969	40,880	93,416	(61,040)
Total other comprehensive income for the period	51,943	340,641	188,473	93,299
Total comprehensive income for the period	880,595	744,270	1,944,882	711,061
Attributable to:				
Equity holders of the Company	841,543	683,578	1,817,541	655,085
Non-controlling interests	39,052	60,692	127,341	55,976
	880,595	744,270	1,944,882	711,061

The Condensed Consolidated Statement of Other Comprehensive Income should be read in conjunction with the Annual Financial Report for the year ended 30 September 2020.

Condensed Consolidated Statement of Financial Position
As at 30 June 2021

(The figures have not been audited.)

	30 June 2021	30 September 2020
	RM'000	RM'000
Assets		
Property, plant and equipment	7,932,831	7,656,584
Right-of-use assets	859,113	868,435
Inventories	2,006,666	1,096,046
Goodwill on consolidation	326,451	326,345
Intangible assets	20,392	22,324
Investments in associates	1,502,620	1,544,951
Investments in joint ventures	160,512	145,783
Other investments	559,503	416,150
Other receivable	264,283	228,269
Deferred tax assets	341,124	367,758
Total non-current assets	13,973,495	12,672,645
Inventories	2,643,495	1,972,866
Biological assets	133,843	126,922
Trade and other receivables	2,494,924	2,133,846
Contract assets	42,826	10,276
Tax recoverable	20,694	58,497
Derivative financial assets	96,950	98,309
Short term funds	347,805	919,957
Cash and cash equivalents	3,914,423	2,952,981
Total current assets	9,694,960	8,273,654
Total assets	23,668,455	20,946,299
Equity		
Share capital	1,375,695	1,373,861
Reserves	10,691,041	9,466,651
	12,066,736	10,840,512
Less: Cost of treasury shares	(18,726)	(13,447)
Total equity attributable to equity holders of the Company	12,048,010	10,827,065
Non-controlling interests	1,431,970	977,035
Total equity	13,479,980	11,804,100
Liabilities		
Deferred tax liabilities	463,573	452,690
Lease liabilities	134,586	139,856
Deferred income	100,845	106,564
Provision for retirement benefits	552,189	545,568
Borrowings	5,036,544	5,110,442
Total non-current liabilities	6,287,737	6,355,120
Trade and other payables	1,469,480	1,212,849
Contract liabilities	83,330	85,531
Deferred income	8,419	8,419
Lease liabilities	32,191	32,439
Borrowings	1,836,060	1,310,848
Tax payable	118,537	39,546
Derivative financial liabilities	137,064	97,447
Dividend payable	215,657	-
Total current liabilities	3,900,738	2,787,079
Total liabilities	10,188,475	9,142,199
Total equity and liabilities	23,668,455	20,946,299
Net assets per share attributable to equity holders of the Company (RM)	11.17	10.04

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Annual Financial Report for the year ended 30 September 2020.

Condensed Consolidated Statement of Changes in Equity
For the third quarter ended 30 June 2021

(The figures have not been audited.)

	← Attributable to the equity holders of the Company →						Non-controlling interests	Total Equity	
	Share capital	Capital reserve	Exchange fluctuation reserve	Fair value reserve	Retained earnings	Treasury shares			
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000			
At 1 October 2020	1,373,861	1,322,993	(4,322)	610,621	7,537,359	(13,447)	10,827,065	977,035	11,804,100
Net change in fair value of equity instruments	-	-	-	76,871	-	-	76,871	-	76,871
Realisation on fair value of equity instruments	-	-	-	(1,616)	1,616	-	-	-	-
Transfer of reserves	-	2,842	-	-	(2,842)	-	-	-	-
Share of comprehensive income in associates	-	-	(51,793)	-	16,545	-	(35,248)	-	(35,248)
Currency translation differences	-	141	143,993	-	-	-	144,134	2,716	146,850
Total other comprehensive income for the period	-	2,983	92,200	75,255	15,319	-	185,757	2,716	188,473
Profit for the period	-	-	-	-	1,631,784	-	1,631,784	124,625	1,756,409
Total comprehensive income for the period	-	2,983	92,200	75,255	1,647,103	-	1,817,541	127,341	1,944,882
Acquisition through business combination	-	-	-	-	-	-	-	367,596	367,596
Issuance of shares to non-controlling interests	-	-	-	-	-	-	-	17,402	17,402
Redemption of redeemable preference shares	-	28,000	-	-	(28,000)	-	-	-	-
Employees' share grant scheme	1,834	-	-	-	-	558	2,392	-	2,392
Shares buy back	-	-	-	-	-	(5,837)	(5,837)	-	(5,837)
Effect of deemed disposal of shares in an associate	-	-	2	-	(2)	-	-	-	-
Dividend paid - FY2020 final	-	-	-	-	(377,494)	-	(377,494)	-	(377,494)
Dividend payables - FY2021 interim	-	-	-	-	(215,657)	-	(215,657)	-	(215,657)
Dividends paid to non-controlling interests	-	-	-	-	-	-	-	(57,404)	(57,404)
Total transactions with owners of the Company	1,834	28,000	2	-	(621,153)	(5,279)	(596,596)	327,594	(269,002)
At 30 June 2021	1,375,695	1,353,976	87,880	685,876	8,563,309	(18,726)	12,048,010	1,431,970	13,479,980

Condensed Consolidated Statement of Changes in Equity
For the third quarter ended 30 June 2021

(Continued)
 (The figures have not been audited.)

	← Attributable to the equity holders of the Company →						Non-controlling interests	Total Equity	
	Share capital	Capital reserve	Exchange fluctuation reserve	Fair value reserve	Retained earnings	Treasury shares			Total
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	
At 1 October 2019	1,067,790	1,137,869	(4,397)	633,528	7,539,062	(13,447)	10,360,405	926,250	11,286,655
Net change in fair value of equity instruments	-	-	-	(55,920)	-	-	(55,920)	-	(55,920)
Realisation on fair value of equity instruments	-	-	-	(1,229)	1,229	-	-	-	-
Transfer of reserves	-	866	-	-	(866)	-	-	-	-
Share of comprehensive loss in associates	-	-	(16,791)	-	(5,928)	-	(22,719)	-	(22,719)
Currency translation differences	-	82	169,854	-	-	-	169,936	2,002	171,938
Total other comprehensive income/(loss) for the period	-	948	153,063	(57,149)	(5,565)	-	91,297	2,002	93,299
Profit for the period	-	-	-	-	563,788	-	563,788	53,974	617,762
Total comprehensive income/(loss) for the period	-	948	153,063	(57,149)	558,223	-	655,085	55,976	711,061
Issuance of shares to non-controlling interests	-	-	-	-	-	-	-	9,116	9,116
Redemption of redeemable preference shares	-	5,000	-	-	(5,000)	-	-	-	-
Effect of changes in shareholdings in a subsidiary	-	-	4,457	-	(42,098)	-	(37,641)	37,641	-
Issuance of new shares pursuant to dividend reinvestment plan	306,071	-	-	-	-	-	306,071	-	306,071
Dividend paid - FY2019 final	-	-	-	-	(372,738)	-	(372,738)	-	(372,738)
Dividend payable - FY2020 interim	-	-	-	-	(161,772)	-	(161,772)	-	(161,772)
Dividends paid to non-controlling interests	-	-	-	-	-	-	-	(38,193)	(38,193)
Total transactions with owners of the Company	306,071	5,000	4,457	-	(581,608)	-	(266,080)	8,564	(257,516)
At 30 June 2020	1,373,861	1,143,817	153,123	576,379	7,515,677	(13,447)	10,749,410	990,790	11,740,200

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Annual Financial Report for the year ended 30 September 2020.

Condensed Consolidated Statement of Cash Flows
For the third quarter ended 30 June 2021
(The figures have not been audited.)

	9 months ended 30 June	
	2021	2020
	RM'000	RM'000
Cash Flows from Operating Activities		
Profit before taxation	2,096,471	849,440
Adjustment for non-cash flow:		
Depreciation and amortisation	460,052	457,886
Fair value surplus on deemed disposal of an associate	(324,260)	-
Surplus on disposal of land and government acquisitions	(158,378)	(2,018)
Other non-cash items	(56,840)	(45,055)
Non-operating items	99,722	72,060
Operating profit before working capital changes	2,116,767	1,332,313
Working capital changes:		
Net change in current assets	(983,255)	180,994
Net change in current liabilities	209,855	(289,854)
Cash generated from operations	1,343,367	1,223,453
Interest paid	(135,147)	(145,638)
Tax paid	(178,383)	(148,911)
Retirement benefits paid	(24,429)	(30,476)
Net cash generated from operating activities	1,005,408	898,428
Cash Flows from Investing Activities		
Purchase of property, plant and equipment	(603,625)	(479,860)
Purchase of right-of-use assets	(2,452)	(189,290)
Property development expenditure	(9,247)	(20,512)
Purchase of shares in subsidiaries, net of cash acquired	(170,608)	-
Purchase of additional shares in an associate	(40,502)	(41,050)
Purchase of other investments	(39,417)	-
Purchase of intangible assets	(767)	(1,616)
Proceeds from disposal of property, plant and equipment	4,705	4,068
Compensation from government on land acquired	8,349	1,602
Proceeds from disposal of land	149,401	-
Proceeds from disposal of investments	16,355	3,116
Decrease in short term funds	573,324	156,164
Increase in other receivable	(22,051)	(7,866)
Dividends received from associates	40,682	33,891
Dividends received from investments	27,861	16,815
Interest received	38,039	58,557
Net cash used in investing activities	(29,953)	(465,981)
Cash Flows from Financing Activities		
Term loans received	237,516	7,301
Repayment of term loans	(145,081)	(26,364)
Payment of lease liabilities	(24,547)	(22,921)
Payment of lease interest	(5,007)	(3,283)
Net drawdown of short term borrowings	345,138	33,500
Dividends paid to shareholders of the Company	(377,494)	(66,667)
Dividends paid to non-controlling interests	(57,404)	(38,193)
Issuance of shares to non-controlling interests	17,402	9,116
Shares buy back	(5,837)	-
Net cash used in financing activities	(15,314)	(107,511)
Net increase in cash and cash equivalents	960,141	324,936
Cash and cash equivalents at 1 October	2,823,776	1,919,780
	3,783,917	2,244,716
Currency translation differences on opening balances	6,189	29,137
Cash and cash equivalents at 30 June	3,790,106	2,273,853
Cash and cash equivalents consist of:		
Cash and bank balances	1,225,153	550,163
Deposits with licensed banks	1,069,645	1,031,588
Fixed income trust funds	1,619,625	810,444
Bank overdrafts	(124,317)	(118,342)
	3,790,106	2,273,853

The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Annual Financial Report for the year ended 30 September 2020.

Notes to Interim Financial Report

A Explanatory Notes as required by MFRS 134 Interim Financial Reporting

A1. Basis of Preparation

The Interim Financial Report is unaudited and has been prepared in compliance with Malaysian Financial Reporting Standard ("MFRS") 134 *Interim Financial Reporting*, issued by the Malaysian Accounting Standards Board and paragraph 9.22 of the Main Market Listing Requirements of the Bursa Malaysia Securities Berhad ("BMSB"). The report should be read in conjunction with the audited financial statements of the Group for the financial year ended 30 September 2020.

The accounting policies and methods of computation adopted by the Group in this Interim Financial Report are consistent with those adopted in the audited financial statements for the year ended 30 September 2020 except for the adoption of the following amendments to MFRSs:

Amendments to MFRSs effective for annual periods beginning on or after 1 January 2020

- Amendments to References to the Conceptual Framework in MFRS Standards
- Amendments to MFRS 3 *Definition of a Business*
- Amendments to MFRS 101 and MFRS 108 *Definition of Material*
- Amendments to MFRS 9, MFRS 139 and MFRS 7 *Interest Rate Benchmark Reform*

Amendments to MFRS effective for annual periods beginning on or after 17 August 2020

- Amendments to MFRS 4 *Insurance Contract – Extension of the Temporary Exemption from Applying MFRS 9*

The application of these amendments to MFRSs has no significant effect to the financial statements of the Group.

A2. Seasonal and Cyclical Factors

The Group's plantation and farming operations are affected by seasonal crop production, weather conditions and fluctuating commodity prices.

A3. Unusual Items

There were no items affecting the assets, liabilities, equity, net income, or cash flows that are unusual because of their nature, size, or incidence.

A4. Changes in Estimates

There were no significant changes in the amount of estimates reported in prior interim periods or prior financial years that have a material effect in the current interim period.

A5. Changes in Debt and Equity Securities

For the 9-month period ended 30 June 2021, the Company repurchased from the open market 280,000 of its issued shares at average cost of RM20.84 per share including transaction costs. The repurchase transactions were financed by internally generated funds and the repurchased shares are being held as treasury shares in accordance with Section 127 of the Companies Act 2016.

During the same period, a total of 105,216 treasury shares were transferred to eligible senior management employees at a transfer price of RM22.72 under the employees' share grant scheme.

Notes to Interim Financial Report
(Continued)

As at 30 June 2021, total issued and fully paid shares amounted to 1,081,017,785 (30 September 2020: 1,081,017,785), out of which 2,713,784 (30 September 2020: 2,539,000) shares are held as treasury shares by the Company and the number of outstanding shares in issue and fully paid was 1,078,304,001 (30 September 2020: 1,078,478,785) shares.

Other than as disclosed above, there were no other issuance, cancellation, repurchase, resale and repayment of debts and equity securities during the quarter ended 30 June 2021.

A6. Dividends Paid

	9 months ended 30 June	
	2021 RM'000	2020 RM'000
Dividend proposed in Year 2020, paid in Year 2021:		
Final single tier dividend 35 sen (2020: 35 sen) per share	<u>377,494</u>	<u>372,738</u>

For the final dividend of RM372,738,000 paid in Year 2020, RM306,071,000 was satisfied by the issuance of 13,513,093 new shares of the Company pursuant to the dividend reinvestment plan and the balance via cash payment of RM66,667,000.

Dividends are paid on the number of outstanding shares in issue and fully paid of 1,078,554,001 (2020: 1,064,965,692).

A7. Segment Information

Segment information is presented in respect of the Group's reportable segments which are based on the Group's management and internal reporting structure.

(a) Segment revenue and results

	Plantation	Manufacturing	Property Development	Investment Holding/ Others	Elimination	Consolidated
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
9 months ended 30 June 2021						
Revenue						
External revenue	5,850,706	7,787,851	128,424	214,282	-	13,981,263
Inter-segment revenue	1,206,037	-	-	201,685	(1,407,722)	-
Total revenue	<u>7,056,743</u>	<u>7,787,851</u>	<u>128,424</u>	<u>415,967</u>	<u>(1,407,722)</u>	<u>13,981,263</u>
Results						
Operating results	983,345	571,031	48,096	65,737	-	1,668,209
Interest income	1,535	2,076	272	54,752	(20,642)	37,993
Finance costs	(7,161)	(35,678)	(49)	(152,178)	20,642	(174,424)
Share of results of associates	5,577	715	5,912	18,614	-	30,818
Share of results of joint ventures	16,151	-	-	(1,287)	-	14,864
Segment results	<u>999,447</u>	<u>538,144</u>	<u>54,231</u>	<u>(14,362)</u>	-	<u>1,577,460</u>
Corporate income						<u>519,011</u>
Profit before taxation						<u>2,096,471</u>

Notes to Interim Financial Report

(Continued)

	Plantation	Manufacturing	Property	Investment	Elimination	Consolidated
	RM'000	RM'000	Development	Holding/ Others	RM'000	RM'000
			RM'000	RM'000		
9 months ended						
30 June 2020						
Revenue						
External revenue	5,319,971	5,994,422	84,343	193,812	-	11,592,548
Inter-segment revenue	675,441	39	-	207,664	(883,144)	-
Total revenue	<u>5,995,412</u>	<u>5,994,461</u>	<u>84,343</u>	<u>401,476</u>	<u>(883,144)</u>	<u>11,592,548</u>
Results						
Operating results	537,661	318,507	22,163	1,364	-	879,695
Interest income	3,156	2,858	494	111,249	(26,039)	91,718
Finance costs	(13,043)	(37,741)	(120)	(160,337)	26,039	(185,202)
Share of results of associates	7,678	812	1,957	33,413	-	43,860
Share of results of joint ventures	(2,704)	-	-	(1,325)	-	(4,029)
Segment results	<u>532,748</u>	<u>284,436</u>	<u>24,494</u>	<u>(15,636)</u>	-	<u>826,042</u>
Corporate income						<u>23,398</u>
Profit before taxation						<u>849,440</u>

(b) Segment assets

	Plantation	Manufacturing	Property	Investment	Consolidated
	RM'000	RM'000	Development	Holding/ Others	RM'000
			RM'000	RM'000	
As at 30 June 2021					
Operating assets	7,689,776	7,894,284	2,538,168	3,521,277	21,643,505
Associates	83,598	10,496	14,453	1,394,073	1,502,620
Joint ventures	158,820	-	-	1,692	160,512
Segment assets	<u>7,932,194</u>	<u>7,904,780</u>	<u>2,552,621</u>	<u>4,917,042</u>	<u>23,306,637</u>
Tax assets					<u>361,818</u>
Total assets					<u>23,668,455</u>
As at 30 September 2020					
Operating assets	6,825,451	6,776,399	1,558,409	3,669,051	18,829,310
Associates	82,814	9,784	69,070	1,383,283	1,544,951
Joint ventures	142,784	-	-	2,999	145,783
Segment assets	<u>7,051,049</u>	<u>6,786,183</u>	<u>1,627,479</u>	<u>5,055,333</u>	<u>20,520,044</u>
Tax assets					<u>426,255</u>
Total assets					<u>20,946,299</u>

Notes to Interim Financial Report
(Continued)

(c) Segment liabilities

	Plantation	Manufacturing	Property Development	Investment Holding/ Others	Consolidated
	RM'000	RM'000	RM'000	RM'000	RM'000
As at 30 June 2021					
Segment liabilities	1,641,506	2,868,635	114,385	4,766,182	9,390,708
Tax liabilities and dividend payable					797,767
Total liabilities					10,188,475
As at 30 September 2020					
Segment liabilities	1,425,007	2,245,465	127,162	4,852,329	8,649,963
Tax liabilities					492,236
Total liabilities					9,142,199

A8. Event Subsequent to Reporting Date

On 23 July 2021, KLK Land Sdn Bhd, a wholly-owned subsidiary of the Company entered into a Share Sale Agreement ("SSA") with a related party, Batu Kawan Berhad ("BKB") to acquire 100% equity interest in Batu Kawan Holdings Sdn Bhd ("BKH"), a wholly-owned subsidiary of BKB for a total cash consideration of RM93.0 million ("Acquisition"), which consideration shall be subject to adjustments based on BKH's net current assets/(liabilities) including non-current liabilities of rental deposits received, as at the completion date of the SSA.

The Acquisition was completed on 4 August 2021 following the fulfillment of conditions precedent in the SSA, thus making BKH a wholly-owned subsidiary of the Group.

BKH is a company incorporated in Malaysia and is principally involved in investment holding and letting out the office space and car parks of its investment property ("Menara KLK").

The Acquisition will provide savings in rental for the Group as the Company's corporate, manufacturing and property division offices are currently housed in Menara KLK. In addition, the Company will receive rental income from third party tenants at Menara KLK. The Acquisition would further give the Company a good measure of stability in terms of being able to control and optimise its space requirements when expanding its businesses, and also provide an opportunity for potential capital appreciation in the future.

The Acquisition was funded by the Company's existing cash reserves. The Acquisition will not have any effect on share capital and shareholding of the Company's substantial shareholders nor have any material effect on the net assets, earnings and gearing on the Group for the financial year ending 30 September 2021.

A9. Changes in the Composition of the Group

The proposed acquisition of 20% equity interest in Aura Muhibah Sdn Bhd ("AMSB") by the Company's wholly-owned subsidiary, KLK Land Sdn Bhd ("KLKL") was completed on 17 June 2021. AMSB was an associate of KLKL which already owned 40% equity interest in AMSB. Following the completion, KLKL owns 60% equity interest in AMSB, which is now a subsidiary of the Group.

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A10. Proposed Acquisition of Subsidiaries

- (a) On 11 June 2021, the Company entered into a Conditional Share Sale and Purchase Agreement ("SPA") with IJM Corporation Berhad ("IJMC") to acquire 494,865,786 ordinary shares in IJM Plantations Berhad ("IJMP"), representing 56.2% equity interest in IJMP from IJMC ("the Proposed Acquisition") for a total cash consideration of RM1.534 billion or RM3.10 per sale share ("Purchase Consideration").

Upon completion of the Proposed Acquisition, the Company will be obliged to extend a Mandatory General Offer ("MGO") to acquire all the remaining IJMP shares not already held by the Company and persons acting in concert with it for a cash offer price of RM3.10 per IJMP share ("Offer Price").

The Offer Price shall be subject to adjustment for any distribution which is declared after the SPA date but prior to the closing of Proposed MGO to the holders of IJMP shares who are entitled to retain such distribution.

The Proposed Acquisition is expected to be completed in the 4th quarter of 2021, subject to the fulfillment of all conditions precedent in the SPA. On completion, IJMP will become a subsidiary of the Company.

IJMP is a company incorporated in Malaysia and is principally involved in the cultivation of oil palms, investment holding, trading of crude palm oil and provision of management services to its subsidiaries, whilst its subsidiaries are engaged in cultivation of oil palms, processing of fresh fruit bunches into crude palm oil and palm kernel, processing of palm kernel into crude palm kernel oil and expeller, trading of palm produce, provision of management services, property holding and investment holding.

The Proposed Acquisition represents an opportunity for the Company to pursue its long term strategy of expanding its plantation business through acquisition of brownfield oil palm plantations.

The Proposed Acquisition and Proposed MGO will be funded via a combination of bank borrowings and internal funds. The Proposed Acquisition and Proposed MGO will not have any effect on the issued share capital and shareholdings of the Company's substantial shareholders, nor have any material effect on the earnings and earnings per share, net assets and net gearing of the Group for the financial year ending 30 September 2021.

- (b) On 22 June 2021, the Board of Directors of the Company announced that the two Conditional Shares Sale and Purchase Agreements ("CSSPAs") entered into by Taiko Plantations Pte Ltd ("TPPL"), a Singapore-incorporated wholly-owned subsidiary of the Company, on 26 August 2020 to acquire:
- (i) 90% equity interest in PT Farinda Bersaudara ("FB") from TSH Global Plantation Pte Ltd for a total cash consideration of USD76.7 million; and
 - (ii) 90% equity interest in PT Teguh Swakarsa Sejahtera ("TSS") from TSH Oversea Pte Ltd for a total cash consideration of USD33.4 million;

have been terminated as certain conditions precedent under the CSSPAs had not been satisfied or waived before the expiry of the conditions precedent fulfilment period.

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Following the termination of the CSSPAs, the parties' respective rights and obligations pursuant to the CSSPAs will lapse and cease to have effect, and neither TPPL nor the sellers will have any claim against each other.

The termination of the CSSPAs is not expected to have any material impact on the earnings per share and the net assets per share of the Company for the financial year ending 30 September 2021.

A11. Changes in Contingent Liabilities and Contingent Assets

There were no material changes in the contingent liabilities or contingent assets since the last annual reporting date.

A12. Capital Commitments

	30 June 2021 RM'000	30 September 2020 RM'000
Capital expenditure		
Approved and contracted	276,833	285,586
Approved but not contracted	743,719	1,334,184
	<u>1,020,552</u>	<u>1,619,770</u>
Acquisition of shares in subsidiaries		
Approved and contracted	1,841,000	765,196
Approved but not contracted	1,195,600	-
	<u>3,036,600</u>	<u>765,196</u>

A13. Significant Related Party Transactions

The significant related party transactions set out below were carried out in the normal course of business and on terms and conditions not more materially different from those obtainable in transactions with unrelated parties.

	9 months ended 30 June	
	2021 RM'000	2020 RM'000
(i) Transactions with associates and joint ventures		
Sale of goods	258,469	200,192
Purchase of goods	1,208,262	880,222
Service charges paid	1,486	2,090
Research and development services paid	<u>10,793</u>	<u>10,302</u>

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(Continued)

	9 months ended 30 June	
	2021 RM'000	2020 RM'000
(ii) Transactions with companies in which certain Directors are common directors and/or have direct or deemed interest		
Sale of goods		
PT Satu Sembilan Delapan	15,332	10,083
Siam Taiko Marketing Co Ltd	2,290	1,618
Taiko Marketing Sdn Bhd	8,031	4,896
Taiko Marketing (Singapore) Pte Ltd	<u>1,083</u>	<u>2,149</u>
Storage tanks rental received		
Taiko Marketing Sdn Bhd	<u>3,045</u>	<u>3,024</u>
Purchases of goods		
Borneo Taiko Clay Sdn Bhd	2,400	3,516
Bukit Katho Estate Sdn Bhd	5,644	3,555
Kampar Rubber & Tin Co Sdn Bhd	6,508	3,987
Kekal Deras Sdn Bhd	2,111	1,301
Ladang Tai Tak (Kota Tinggi) Sdn Bhd	1,715	-
Malay Rubber Plantations (M) Sdn Bhd	9,152	4,720
PT Agro Makmur Abadi	79,855	46,141
PT Bumi Karyatama Raharja	2,271	579
PT Java Taiko Mineralindo	-	2,659
PT Safari Riau	33,004	23,484
PT Satu Sembilan Delapan	15,130	28,790
Taiko Acid Works Sdn Bhd	894	491
Taiko Clay Marketing Sdn Bhd	2,233	1,532
Taiko Drum Industries Sdn Bhd	2,158	1,203
Taiko Marketing Sdn Bhd	<u>11,545</u>	<u>17,201</u>
Rental of office paid		
Batu Kawan Holdings Sdn Bhd	<u>3,606</u>	<u>3,169</u>
Management fees paid		
Farming Management Services Pty Ltd	<u>2,197</u>	<u>1,751</u>
Aircraft operating expenses and management services paid		
Smooth Route Sdn Bhd	<u>1,025</u>	<u>1,527</u>
IT Services		
E-Komoditi Sdn Bhd	<u>688</u>	<u>479</u>
(iii) Transactions between subsidiaries and non-controlling interests		
Sale of goods		
Mitsubishi Corporation	-	43,293
Agrex Asia Pte Ltd	45,685	-
Mitsui & Co Ltd	<u>204,250</u>	<u>154,918</u>
Purchases of goods		
Mitsubishi Gas Chemical Singapore Pte Ltd	9,557	8,614
PT Eka Dura Indonesia	-	12,507
PT Tanjung Bina Lestari	-	882
PT Tanjung Sarana Lestari	<u>1,328,400</u>	<u>1,108,741</u>

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B Explanatory Notes as required by the BMSB Revised Listing Requirements

B1. Analysis of Performance

3rd Quarter FY2021 vs 3rd Quarter FY2020

	Quarter Ended		+ / (-) %
	30/6/2021 RM'000	30/6/2020 RM'000	
Revenue	5,172,758	3,711,157	39.4
Segment results			
Plantation	432,554	229,390	88.6
Manufacturing	207,520	107,016	93.9
Property development	15,385	6,959	121.1
Investment holding/Others	(24,541)	(22,557)	8.8
	630,918	320,808	96.7
Corporate income	322,398	166,303	93.9
Profit before taxation	953,316	487,111	95.7

The Group's 3rd quarter pre-tax profit rose sharply to RM953.3 million (3QFY2020: profit RM487.1 million) and has accounted for the following non-operational items which are included under Corporate income:

- Fair value surplus of RM324.3 million (3QFY2020: Nil) on deemed disposal of an associate, Aura Muhibah Sdn Bhd ("Aura Muhibah").
- Surplus of RM3.6 million (3QFY2020: surplus RM1.2 million) from sales of land and government acquisitions.
- Foreign exchange gain of RM1.5 million (3QFY2020: gain RM199.3 million) from translation of inter-company loans denominated in foreign currencies and USD bank loan in an Indonesian subsidiary.
- Negative goodwill of RM2.9 million (3QFY2020: Nil) arising from acquisition of Aura Muhibah.

Excluding the above non-operational items, profit before tax of the Group would be RM621.0 million (3QFY2020: profit RM286.6 million) on the back of a much higher revenue of RM5.173 billion (3QFY2020: RM3.711 billion).

Comments on the business sectors are as follows:

Plantation

Plantation segment reported a substantially higher profit of RM432.6 million (3QFY2020: profit RM229.4 million) driven by higher CPO and PK selling prices realised as shown below:

	3QFY2021	3QFY2020	% Change
Crude Palm Oil (RM/mt ex-mill)	3,444	2,239	53.8
Palm Kernel (RM/mt ex-mill)	2,387	1,316	81.4

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However, the increase in profit was partially offset by:

- Higher cost of CPO production arising from 4.5% drop in FFB production to 968,440 million mt.
- Lower profit contribution from the processing and trading operations.

Manufacturing

Manufacturing profit surged 93.9% to RM207.5 million (3QFY2020: profit RM107.0 million) supported by 35.2% increase in revenue to RM2.827 billion (3QFY2020: RM2.091 billion). Sharp rise in profit was contributed by much better performance from Malaysia, China and Europe operations.

Oleochemical division's profit had doubled at RM207.8 million (3QFY2020: profit RM101.9 million) whilst other manufacturing units had posted a loss of RM303,000 (3QFY2020: profit RM5.1 million).

Property Development

Property profit increased significantly to RM15.4 million (3QFY2020: profit RM7.0 million) attributed to sharp improvement in revenue to RM33.4 million (3QFY2020: RM15.1 million).

Investment Holding/Others

This segment reported a slightly higher loss of RM24.5 million (3QFY2020: loss RM22.6 million) largely due to lower interest income caused by reduction in bank deposit rates.

Corporate

This segment has taken into account the non-operational items mentioned above.

Todate 3rd Quarter FY2021 vs Totate 3rd Quarter FY2020

	Todate Ended		+ / (-) %
	30/6/2021 RM'000	30/6/2020 RM'000	
Revenue	<u>13,981,263</u>	<u>11,592,548</u>	20.6
Segment results			
Plantation	999,447	532,748	87.6
Manufacturing	538,144	284,436	89.2
Property development	54,231	24,494	121.4
Investment holding/Others	<u>(14,362)</u>	<u>(15,636)</u>	(8.1)
	1,577,460	826,042	91.0
Corporate income	<u>519,011</u>	<u>23,398</u>	-
Profit before taxation	<u>2,096,471</u>	<u>849,440</u>	146.8

The Group's profit before tax for the 9-month period surged 146.8% to RM2.096 billion (Todate 3QFY2020: profit RM849.4 million) which had taken into consideration of the following non-operational items which are included under Corporate income:

- Fair value surplus of RM324.3 million (Todate 3QFY2020: Nil) on deemed disposal of an associate, Aura Muhibah.
- Surplus of RM158.4 million (Todate 3QFY2020: RM2.0 million) on sales of land and government acquisitions.

Notes to Interim Financial Report

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- Foreign exchange gain of RM56.8 million (Todate 3QFY2020: gain RM48.8 million) from translation of inter-company loans denominated in foreign currencies and USD bank loan in an Indonesian subsidiary.
- Surplus of RM12.2 million (Todate 3QFY2020: Nil) on fair value of an ordinary investment which was previously an associate.
- Negative goodwill of RM2.9 million (Todate 3QFY2020: Nil) arising from acquisition of Aura Muhibah.

Excluding the abovementioned non-operational items, pre-tax profit of the Group was 93.1% higher at RM1.541 billion (Todate 3QFY2020: profit RM798.6 million) underpinned by 20.6% increase in revenue to RM13.981 billion (Todate 3QFY2020: RM11.593 billion).

Comments on the business sectors are as follows:

Plantation

Plantation profit increased 87.6% to RM999.4 million (Todate 3QFY2020: profit RM532.7 million) attributable to:

- Better CPO and PK selling prices realised as follows:

	Todate 3QFY2021	Todate 3QFY2020	% Change
Crude Palm Oil (RM/mt ex-mill)	3,048	2,328	30.9
Palm Kernel (RM/mt ex-mill)	2,107	1,366	54.2

- Improved profits from processing and trading operations.

However, profit was partially offset by drop in CPO and PK sales volume, and unrealised loss of RM34.7 million (Todate 3QFY2020: unrealised gain RM9.7 million) from changes in fair value on outstanding derivative contracts.

Manufacturing

Manufacturing segment's profit jumped 89.2% to RM538.1 million (Todate 3QFY2020: profit RM284.4 million) on the back of higher revenue of RM7.788 billion (Todate 3QFY2020: RM5.994 billion). Significantly better performance from Malaysia, China and Europe operations had contributed substantially to this segment's profit.

Oleochemical Division registered a 94.5% increase in profit to RM536.2 million (Todate 3QFY2020: profit RM275.7 million) whilst other manufacturing units reported a lower profit of RM1.9 million (Todate 3QFY2020: profit RM8.7 million).

Property Development

Property profit surged to RM54.2 million (Todate 3QFY2020: profit RM24.5 million) supported by higher revenue of RM128.4 million (Todate 3QFY2020: RM84.3 million).

Investment Holding/Others

Higher net interest expense and lower share of profit from an overseas associate, Synthomer plc had more than offset the significantly higher profit of RM33.2 million (Todate 3QFY2020: loss RM9.2 million) posted by Farming sector.

Corporate

This segment has included the non-operational items mentioned above.

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B2. Variation of Results to Immediate Preceding Quarter
3rd Quarter FY2021 vs 2nd Quarter FY2021

	Current Quarter Ended 30/6/2021	Immediate Preceding Quarter Ended 31/3/2021	+ / (-) %
	RM'000	RM'000	
Revenue	5,172,758	4,508,712	14.7
Segment results			
Plantation	432,554	277,944	55.6
Manufacturing	207,520	196,900	5.4
Property development	15,385	16,834	(8.6)
Investment holding/Others	(24,541)	(12,064)	103.4
	630,918	479,614	31.5
Corporate income	322,398	169,659	90.0
Profit before taxation	953,316	649,273	46.8

For the 3rd quarter, pre-tax profit of the Group improved significantly to RM953.3 million (2QFY2021: profit RM649.3 million) after accounting for the following non-operational items which are included under Corporate income:

- Fair value surplus on deemed disposal of an associate, Aura Muhibah of RM324.3 million (2QFY2021: Nil).
- Surplus of RM3.6 million (2QFY2021: surplus RM154.6 million) from sales of land and government acquisitions.
- Negative goodwill of RM2.9 million (2QFY2021: Nil) arising from acquisition of Aura Muhibah.
- Foreign exchange gain of RM1.5 million (2QFY2021: gain RM3.8 million) from translation of inter-company loans denominated in foreign currencies and USD bank loan in an Indonesian subsidiary.

Previous quarter's profit has also recognised a surplus of RM12.2 million on fair value of an ordinary investment which was previously an associate.

Excluding the above non-operational items, the Group's profit before tax for current quarter rose 29.8% to RM621.0 million (2QFY2021: profit RM478.7 million) on the back of higher revenue of RM5.173 billion (2QFY2021: RM4.509 billion).

Plantation

Plantation profit surged 55.6% to RM432.6 million (2QFY2021: profit RM277.9 million) mainly attributable to:

- Improved CPO and PK selling prices realised as shown below:

	3QFY2021	2QFY2021	% Change
Crude Palm Oil (RM/mt ex-mill)	3,444	2,997	14.9
Palm Kernel (RM/mt ex-mill)	2,387	2,259	5.7

- Higher CPO sales volume.

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- Lower CPO production cost as a result of improvement in FFB production to 968,440 mt (2QFY2021: 900,158 mt).
- Better contributions from processing and trading operations.

Manufacturing

Manufacturing segment's profit improved 5.4% to RM207.5 million (2QFY2021: profit RM196.9 million) supported by higher revenue of RM2.827 billion (2QFY2021: RM2.620 billion) and unrealised gain of RM6.3 million (2QFY2021: unrealised loss RM24.8 million) arising from fair value changes on outstanding derivative contracts. Increase in profit was contributed by improvement in performance from Malaysia and China operations but partly offset by slightly lower profit from Europe operations.

Oleochemical Division's profit rose by 4.3% to RM207.8 million (2QFY2021: profit RM199.2 million) whilst other manufacturing units registered a lower loss of RM303,000 (2QFY2021: loss RM2.3 million).

Property Development

Property segment's profit was lower at RM15.4 million (2QFY2021: profit RM16.8 million) on the back of drop in revenue to RM33.4 million (2QFY2021: RM41.6 million).

Investment Holding/Others

This segment reported a higher loss of RM24.5 million as compared to the preceding quarter's loss of RM12.1 million as the previous quarter had recognised an equity profit of RM18.6 million from an overseas associate, Synthomer plc.

Corporate

This segment has accounted for the non-operational items mentioned above.

B3. Current Year Prospects

The Group's year to date profit was boosted by non-operational gains derived from fair value surplus of RM324.3 million on deemed disposal of an associate, Aura Muhibah and surplus of RM158.4 million from sales of land and government acquisitions.

Plantation profit for FY2021 will be significantly higher as CPO and PK selling prices are much better compared to last financial year.

Year to date, Oleochemical division has performed well and is expected to sustain its performance in the 4th quarter despite a challenging market environment. For FY2021, this division's profit is expected to be higher than the previous financial year.

On the whole, the Group's profit for FY2021 will improve substantially.

B4. Profit Forecast and Profit Guarantee

The Group did not issue any profit forecast or profit guarantee during the current financial year-to-date.

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B5. Taxation

	Individual Quarter		Cumulative Quarter	
	3 months ended		9 months ended	
	30 June		30 June	
	2021	2020	2021	2020
	RM'000	RM'000	RM'000	RM'000
Current tax expense				
Malaysian taxation	61,062	29,354	114,591	76,427
Overseas taxation	61,597	36,719	186,294	106,585
	122,659	66,073	300,885	183,012
Deferred tax				
Origination and reversal of temporary differences	10,512	11,328	18,994	4,858
Relating to changes in tax rate	(292)	216	20,473	36,607
Under provision in respect of previous years	3,656	5,906	4,290	13,117
	13,876	17,450	43,757	54,582
	136,535	83,523	344,642	237,594
(Over)/Under provision in respect of previous years				
Malaysian taxation	(12,221)	(2,826)	(12,530)	(6,742)
Overseas taxation	350	2,785	7,950	826
	(11,871)	(41)	(4,580)	(5,916)
Total	124,664	83,482	340,062	231,678
Profit before taxation	953,316	487,111	2,096,471	849,440
Tax at Malaysian income tax rate of 24% (FY2020: 24%)	228,796	116,907	503,153	203,866
Effect of different tax rates in foreign jurisdictions	(7,277)	(7,571)	(23,600)	(15,314)
Withholding tax on foreign dividend and interest income	3,175	6,309	10,524	18,485
Expenses not deductible for tax purposes	6,991	(23,434)	27,224	43,268
Tax exempt and non-taxable income	(88,751)	(16,025)	(153,534)	(50,713)
Tax incentives	(459)	(815)	(2,915)	(2,517)
Deferred tax assets not recognised during the period	859	3,985	1,235	4,118
Utilisation of previously unrecognised tax losses and unabsorbed capital allowances	(5,730)	(1,470)	(29,563)	(9,163)
Tax effect on associates' and joint ventures' results	(1,923)	(3,703)	(10,964)	(9,559)
Recognition of deferred tax assets not taken up previously	14	1,285	-	1,285
Over provision of tax expense in respect of previous years	(11,871)	(41)	(4,580)	(5,916)
Under provision of deferred tax in respect of previous years	3,656	5,906	4,290	13,117
Effect of changes in tax rates on deferred tax	(292)	216	20,473	36,607
Others	(2,524)	1,933	(1,681)	4,114
Tax expense	124,664	83,482	340,062	231,678

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Effect of changes in tax rates on deferred tax of RM20.5 million (FY2020: RM36.6 million) resulted from the reversal of deferred tax assets after taking into account the reduction of Indonesian corporate tax rate from 22% to 20% (FY2020: 25% to 22%). These deferred tax assets were largely derived from revaluation of bearer plants in prior years.

B6. Status of Corporate Proposals Announced

There were no corporate proposals announced.

B7. Group Borrowings

As at the end of the reporting period, the Group's borrowings were as follows:

	As at 30 June 2021					
	Long Term		Short Term		Total Borrowings	
	Foreign Denomination	RM Denomination	Foreign Denomination	RM Denomination	Foreign Denomination	RM Denomination
	'000	RM'000	'000	RM'000	'000	RM'000
Secured						
Term loans	Euro 3,874	19,069	Euro 1,254	6,172	Euro 5,128	25,241
Unsecured						
Bank overdrafts	-	-	Euro 25,256	124,317	Euro 25,256	124,317
Revolving credit	-	-	Euro 23,000	113,211	Euro 23,000	113,211
	-	-	AUD 11,800	36,740	AUD 11,800	36,740
	-	-	GBP 21,100	121,137	GBP 21,100	121,137
Trade financing	-	-	USD 60,040	249,257	USD 60,040	249,257
	-	-	-	505,640	-	505,640
Term loans	-	-	Rmb 18,171	11,682	Rmb 18,171	11,682
	USD 65,000	269,802	USD 35,627	147,899	USD 100,627	417,701
	Euro 30,000	147,673	Euro 17,000	83,689	Euro 47,000	231,362
Bankers' acceptance	-	-	-	436,316	-	436,316
Islamic medium term notes	-	4,600,000	-	-	-	4,600,000
Total		5,036,544		1,836,060		6,872,604

	As at 30 June 2020					
	Long Term		Short Term		Total Borrowings	
	Foreign Denomination	RM Denomination	Foreign Denomination	RM Denomination	Foreign Denomination	RM Denomination
	'000	RM'000	'000	RM'000	'000	RM'000
Secured						
Term loans	Euro 5,128	24,699	Euro 1,244	5,993	Euro 6,372	30,692
Unsecured						
Bank overdrafts	-	-	Euro 24,571	118,342	Euro 24,571	118,342
Revolving credit	-	-	Euro 10,000	48,164	Euro 10,000	48,164
	-	-	AUD 10,000	29,597	AUD 10,000	29,597
	-	-	Rp 85,389,758	25,788	Rp 85,389,758	25,788
	-	-	GBP 46,000	244,591	GBP 46,000	244,591
Trade financing	-	-	Rmb 35,000	21,238	Rmb 35,000	21,238
	-	-	USD 63,908	273,975	USD 63,908	273,975
	-	-	-	280,335	-	280,335
Term loans	USD 71,500	307,857	USD 3,500	15,117	USD 75,000	322,974
	Euro 40,000	192,879	Euro 33,500	161,501	Euro 73,500	354,380
Bankers' acceptance	-	-	-	232,884	-	232,884
Islamic medium term notes	-	4,600,000	-	-	-	4,600,000
Total		5,125,435		1,457,525		6,582,960

	As at 30 June	
Exchange Rates Applied	2021	2020
USD / RM	4.1515	4.2870
Euro / RM	4.9222	4.8164
Rp1,000 / RM	0.2863	0.3020
Rmb / RM	0.6429	0.6068
GBP / RM	5.7411	5.3172
AUD / RM	3.1135	2.9597

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B8. Derivative Financial Instruments

The forward foreign exchange contracts are entered into by the Group as hedges for committed sales and purchases denominated in foreign currencies. The hedging of the foreign currencies is to minimise the exposure of the Group to fluctuations in foreign exchange on receipts and payments.

The commodity future contracts are entered into with the objective of managing and hedging the Group's exposure to the adverse price movements in the vegetable oil commodities.

As at 30 June 2021, the values and maturity analysis of the outstanding derivatives are as follows:

Derivatives	Contract/Notional	Fair value
	Value Net long/(short) RM'000	Net gains/(losses) RM'000
(i) Forward foreign exchange contracts		
- Less than 1 year	(1,680,383)	(8,394)
- 1 year to 3 years	-	-
- More than 3 years	-	-
(ii) Commodity futures contracts		
- Less than 1 year	(842,236)	(31,720)
- 1 year to 3 years	-	-
- More than 3 years	-	-

Derivative financial instruments are recognised at fair value on contract dates and are subsequently re-measured at fair value through profit or loss. The resulting gain or loss from the re-measurement is recognised in profit or loss.

For the third quarter ended 30 June 2021, there have been no significant changes to the Group's exposure to credit risk, market risk and liquidity risk from the previous financial year. Since the previous financial year, there have been no changes to the Group's risk management objectives, policies and processes.

B9. Fair Value Changes of Financial Liabilities

The Group does not have any financial liabilities which are measured at fair value through profit or loss except for derivative financial instruments.

B10. Material Litigation

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

B11. Dividend

- An interim single tier dividend of 20 sen (2020: 15 sen) per share has been authorised by the Directors in respect of the financial year ending 30 September 2021 and was paid to the shareholders on 3 August 2021.
- The total dividend for the current financial year to-date is single tier dividend of 20 sen (2020: 15 sen) per share.

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B12. Earnings Per Share

Basic earnings per share

The earnings per share is calculated by dividing the net profit for the period attributable to equity holders of the Company by the weighted average number of shares of the Company in issue during the period.

	Individual Quarter		Cumulative Quarter	
	3 months ended		9 months ended	
	30 June		30 June	
	2021	2020	2021	2020
(a) Net profit for the period attributable to equity holders of the Company (RM'000)	<u>783,937</u>	<u>368,697</u>	<u>1,631,784</u>	<u>563,788</u>
(b) Weighted average number of shares	<u>1,078,542,112</u>	<u>1,078,478,785</u>	<u>1,078,515,320</u>	<u>1,071,278,378</u>
(c) Earnings per share (sen)	<u>72.7</u>	<u>34.2</u>	<u>151.3</u>	<u>52.6</u>

B13. Audit Report

The audit report for the financial year ended 30 September 2020 was not subject to any qualifications.

B14. Profit Before Taxation

Profit before taxation is arrived at after charging and (crediting) the following:

	Individual Quarter		Cumulative Quarter	
	3 months ended		9 months ended	
	30 June		30 June	
	2021	2020	2021	2020
	RM'000	RM'000	RM'000	RM'000
Interest income	(11,557)	(27,212)	(37,993)	(91,718)
Other income including dividend income	(63,703)	(22,948)	(138,161)	(58,470)
Interest expense	58,679	59,763	174,424	185,202
Depreciation and amortisation	157,190	154,420	460,052	457,886
Provision for and write-off of receivables	6,441	4,413	4,127	7,248
Provision for and write-off of inventories	18,887	844	16,495	20,118
Surplus on disposal of land	(234)	(88)	(150,029)	(866)
Surplus arising from government acquisition of land	(3,362)	(1,152)	(8,349)	(1,152)
Foreign exchange loss/(gain)	15,035	(172,240)	(97,746)	(48,025)
(Gain)/Loss on derivatives	(78,580)	(34,496)	(91,405)	33,658
Fair value surplus on deemed disposal of an associate	(324,260)	-	(324,260)	-
Exceptional items	-	-	-	-

By Order of the Board
YAP MIOU KIEN
Company Secretary

18 August 2021