

RIVERVIEW RUBBER ESTATES, BERHAD  
(Company No. : 820-V)  
(Incorporated in Malaysia)

Interim Financial Report  
31 March 2024

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Condensed Consolidated Statement of Comprehensive Income  
31 March 2024  
(the figures have not been audited)

	Current quarter ended		Cumulative 3 months ended	
	31.03.2024	31.03.2023	31.03.2024	31.03.2023
	RM'000	RM'000	RM'000	RM'000
Revenue	6,927	8,642	6,927	8,642
Cost of sales	(4,126)	(4,856)	(4,126)	(4,856)
Gross profit	2,801	3,786	2,801	3,786
Items of expense				
Administrative expenses	(926)	(826)	(926)	(826)
	1,875	2,960	1,875	2,960
Items of income				
Interest income	211	340	211	340
Dividend income	-	-	-	-
Other income	3	8	3	8
	2,089	3,308	2,089	3,308
Other items				
Depreciation of bearer plants	(226)	(222)	(226)	(222)
Depreciation of property, plant & equipment	(346)	(352)	(346)	(352)
Gain on disposal of property, plant & equipment	-	-	-	-
Fair value changes in agriculture produce	212	251	212	251
Results from operating activities	1,729	2,985	1,729	2,985
Foreign exchange loss	-	-	-	-
Profit before tax for the period	1,729	2,985	1,729	2,985
Taxation	(505)	(743)	(505)	(743)
Profit for the year	1,224	2,242	1,224	2,242
Other comprehensive income, net of tax				
NCI share of capital reduction of a subsidiary	(4)	-	(4)	-
Other comprehensive income for the period	(4)	-	(4)	-
Total comprehensive income for the period	1,220	2,242	1,220	2,242
Profit attributable to:				
Equity holders of the Company	1,224	2,117	1,224	2,117
Non-controlling interests	-	125	-	125
	1,224	2,242	1,224	2,242
Total comprehensive income attributable to:				
Equity holders of the Company	1,224	2,117	1,224	2,117
Non-controlling interests	(4)	125	(4)	125
	1,220	2,242	1,220	2,242
Earnings per share (sen)				
Basic	1.89	3.26	1.89	3.26

The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the annual financial statements for the year ended 31 December 2022 and the accompanying explanatory notes attached to the interim financial statements.

Condensed Consolidated Statement of Financial Position  
31 March 2024  
(the figures have not been audited)

	As at end of current quarter 31.03.2024 RM'000	As at preceding financial year end 31.12.2023 RM'000
<b>ASSETS</b>		
Non-current assets		
Property, plant and equipment	294,352	294,284
Right-of-use assets	24,587	24,654
Bearer plants	25,609	23,252
Goodwill on consolidation	2,732	2,732
Deferred taxation	149	149
	<u>347,429</u>	<u>345,071</u>
Current assets		
Inventories	275	186
Agriculture produce	2,475	2,263
Trade and other receivables	8,068	7,137
Cash and cash equivalents	2,321	4,693
Deposits with financial institutions	36,747	39,944
	<u>49,886</u>	<u>54,223</u>
<b>TOTAL ASSETS</b>	<u><b>397,315</b></u>	<u><b>399,294</b></u>
<b>EQUITY AND LIABILITIES</b>		
Current liabilities		
Trade and other payables	3,547	6,746
<b>NET CURRENT ASSETS</b>	<u><b>46,339</b></u>	<u><b>47,477</b></u>
Non-current liabilities		
Deferred taxibilities	25,551	25,551
Provision for retirement benefits	794	794
	<u>26,345</u>	<u>26,345</u>
<b>TOTAL LIABILITIES</b>	<u><b>29,892</b></u>	<u><b>33,091</b></u>
<b>NET ASSETS</b>	<u><b>367,423</b></u>	<u><b>366,203</b></u>
Equity attributable to owners of the Company		
Share capital	64,850	64,850
Reserves	212,733	212,733
Retained earnings	80,530	79,306
	<u>358,113</u>	<u>356,889</u>
Non-controlling interests	9,310	9,314
<b>TOTAL EQUITY</b>	<u><b>367,423</b></u>	<u><b>366,203</b></u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<u><b>397,315</b></u>	<u><b>399,294</b></u>
Net Assets per share (RM)	<u>5.52</u>	<u>5.50</u>

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the annual financial statements for the year ended 31 December 2022 and the accompanying explanatory notes attached to the interim financial statements.

Riverview Rubber Estates, Berhad  
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Condensed Consolidated Statement of Changes in Equity  
31 March 2024  
(the figures have not been audited)

	Share capital RM '000	Capital reserve RM '000	Retained profits RM'000	Total RM'000	Non- controlling interests RM'000	Total equity RM'000
As at 1 January 2023	64,850	212,699	89,272	366,821	9,139	375,960
Total comprehensive income	-	34	6,247	6,281	175	6,456
Profit or loss	-	-	6,247	6,247	159	6,406
Other comprehensive income	-	34	-	34	16	50
Transactions with owners	-	-	(16,213)	(16,213)	-	(16,213)
Dividends	-	-	(16,213)	(16,213)	-	(16,213)
Transfers	-	-	-	-	-	-
As at 31 December 2023	<u>64,850</u>	<u>212,733</u>	<u>79,306</u>	<u>356,889</u>	<u>9,314</u>	<u>366,203</u>
As at 1 January 2024	64,850	212,733	79,306	356,889	9,314	366,203
Total comprehensive income	-	-	1,224	1,224	(4)	1,220
Profit or loss	-	-	1,224	1,224	-	1,224
Other comprehensive income	-	-	-	-	(4)	(4)
Transactions with owners	-	-	-	-	-	-
Dividends	-	-	-	-	-	-
As at 31 March 2024	<u>64,850</u>	<u>212,733</u>	<u>80,530</u>	<u>358,113</u>	<u>9,310</u>	<u>367,423</u>

The condensed consolidated statement of changes in equity should be read in conjunction with the annual financial statements for the year ended 31 December 2022 and the accompanying explanatory notes attached to the interim financial statements.

Condensed Consolidated Statement of Cash Flows  
31 March 2024  
(the figures have not been audited)

	Group	
	31.03.2024 RM'000	31.03.2023 RM'000
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit before taxation	1,729	2,985
Adjustments for:		
Amortisation	226	222
Depreciation	346	352
Interest income	(211)	(340)
Fair value changes in agriculture produce	(212)	(251)
Operating cashflow before working capital changes	<u>1,878</u>	<u>2,968</u>
Changes in working capital:		
Inventories	(88)	(604)
Receivables	(460)	(111)
Payables	42	1,021
Cash generated from operating activities	<u>1,372</u>	<u>3,274</u>
Taxes (paid)/refunded	(976)	17
Net cash generated from operating activities	<u>396</u>	<u>3,291</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Purchase of property, plant and equipment	(347)	(100)
Addition of bearer plants	(2,583)	(1,122)
Interest received	211	340
Net cash generated used in investing activities	<u>(2,719)</u>	<u>(882)</u>
<b>CASH FLOWS FROM FINANCING ACTIVITY</b>		
Dividends paid	(3,243)	(12,970)
Capital reduction paid to non-controlling interest of a subsidiary	(3)	-
Net cash used in financing activities	<u>(3,246)</u>	<u>(12,970)</u>
Net decrease in cash and cash equivalents	(5,569)	(10,561)
Cash and cash equivalents at beginning of period	<u>44,637</u>	<u>69,389</u>
Cash and cash equivalents at end of period	<u>39,068</u>	<u>58,828</u>
Cash and cash equivalents comprise:		
Cash on hand and at banks	2,321	7,018
Deposits with financial institutions	36,747	51,810
	<u>39,068</u>	<u>58,828</u>
	-	-

The condensed consolidated cash flow statement should be read in conjunction with the annual financial statements for the year ended 31 December 2022 and the accompanying explanatory notes attached to the interim financial statements.

**Riverview Rubber Estates, Berhad**

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**Part A : Explanatory Notes Pursuant to FRS 134**

**A1. Basis of preparation**

The unaudited interim financial statements have been prepared under the historical cost convention unless otherwise indicated in the significant accounting policies and in accordance with the requirements of FRS 134: Interim Financial Reporting and paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad.

These financial statements should be read in conjunction with the audited financial statements for the year ended 31 December 2023. These explanatory notes attached to the 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 year ended 31 December 2023.

The financial statements of the Group have been prepared in accordance with Financial Reporting Standards ("FRS"), generally accepted accounting principles and the Companies Act, 2016 in Malaysia.

**A2. Significant accounting policies**

The financial statements have been prepared in accordance with the Malaysian Financial Reporting Standards ("MFRSs"), International Financial Reporting Standards ("IFRS") and the provisions of the Companies Act 2016 in Malaysia.

The financial statements of the Group and of the Company are prepared under the historical cost convention unless otherwise indicated in the summary of significant accounting policies.

The accounting policies applied by the Group and the Company are consistent with those applied in the previous financial year other than the application of the amendments to MFRSs as disclosed below.

***Application of New MFRS and Amendments to MFRSs***

During the financial year, the Group and the Company have applied the following new MFRS and amendments to MFRSs issued by the Malaysian Accounting Standards Board ("MASB") which are effective from the beginning of the current financial year :-

MFRS 17, Insurance Contracts

Amendments to MFRS 17 – Initial Application of MFRS 17 and MFRS 9 – Comparative Information

Amendments to MFRS 101 and MFRS Practice Statement 2 – Disclosure of Accounting Policies

Amendments to MFRS 108 – Definition of Accounting Estimates

Amendments to MFRS 112 – Deferred Tax related to Assets and Liabilities arising from a Single Transaction

Amendments to MFRS 112 - International Tax Reform - Pillar Two Model Rules

Other than as disclosed, initial application of the new MFRS and amendments to MFRSs did not have any significant impact on the Group's and the Company's financial statements for the current and prior financial periods.

**Part A : Explanatory Notes Pursuant to FRS 134 (Cont'd)**

**A2. Significant accounting policies (cont'd)**

***Amendments to MFRS 101 and MFRS Practice Statement 2 - Disclosure of Accounting Policies***

The Group and the Company have adopted the Amendments from 1 January 2023. The Amendments changed the requirements in MFRS 101 to disclose 'material accounting policy information' rather than 'significant accounting policies' and must be of entity-specific. Accounting policy information is material if, when considered together with other information included in an entity's financial statements, it can reasonably be expected to influence decisions that the primary users of general purpose financial statements make on the basis of those financial statements. The Amendments have also added guidance on how entities apply the concept of materiality in making decisions about accounting policy disclosures. The amendments have had an impact on the disclosure of accounting policies, but not on the measurement, recognition or presentation of any items in the Group's and in the Company's financial statements.

***Amendments to MFRSs That Are In Issue But Not Yet Effective***

The Group and the Company have not early adopted the following amendments to MFRSs that have been issued by the MASB but are not yet effective:

***Effective for annual periods beginning on or after 1 January 2024***

Amendments to MFRS 16, Lease Liability in a Sale and Leaseback

Amendments to MFRS 101 - Classification of Liabilities as Current or Non-Current and Non-Current liabilities with Covenants

Amendments to MFRS 107 and MFRS 7 - Supplier Finance Arrangements

***Effective for annual periods beginning on or after 1 January 2025***

Amendments to MFRS 121 - Lack of Exchangeability

***Effective for annual periods beginning on or after a date to be determined by MASB***

Amendments to MFRS 10, Consolidated Financial Statements and MFRS 128, Investments in Associates and Joint Ventures - Sale or Contribution of Assets between an Investor and its Associates and Joint Ventures

***Effective for annual periods beginning on or after 1 January 2024***

***Amendments to MFRS 16, Lease Liability in a Sale and Leaseback***

The Amendments to MFRS 16 clarifies how companies should subsequently measure the leaseback liability that arise in a sale and leaseback transaction. Although MFRS 16 includes requirements on how to account for a sale and leaseback at the date the transaction takes place, it has not specified how to measure the sale and leaseback transaction when reporting after that date.

Other than described, the initial application of the amendments to MFRSs are not expected to have any significant impact on the financial statements of the Company and the Group.

**A3. Comparatives**

The have been no material changes to the comparative figures.



**Part A : Explanatory Notes Pursuant to FRS 134 (Cont'd)**

**A4. Seasonal or cyclical factors**

Turnover is also dependent on price fluctuations of Crude Palm Oil (“CPO”) which are not within the Company’s control but are determined by the global supply and demand for edible oils.

Production of fresh fruits bunches of oil palms (“FFB”) is affected by weather conditions, the age of the palms and seasonal biological stress.

**A5. Items affecting assets, liabilities, equity, net income or cash flows**

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

**A6. Change in estimates**

There were no changes in estimates that have a material effect in the current quarter.

**A7. Debt and equity securities**

There was no issuance, cancellations, repurchase, resale and repayments of debt and equity securities in the current quarter.

**A8. Dividend paid**

On 8 December 2023, the Company announced the following dividend which were paid on 2 February 2024.

Type	Dividend Per Share	Amount
Single tier interim dividend	RM0.05	3,242,523

**A9. Segment information**

		Group Cumulative Quarter		Variance	
		31.03.2024	31.03.2023	RM '000	%
		RM '000	RM '000		
<b>Revenue</b>					
- Malaysia	: Plantation				
	- Company	4,242	5,616	(1,374)	(24)
	- Subsidiaries	2,685	3,026	(341)	(11)
		<u>6,927</u>	<u>8,642</u>	<u>(1,715)</u>	<u>(20)</u>
<b>Profit before taxation</b>					
- Malaysia	: Plantation				
	- Company	1,073	1,695	(622)	(37)
	- Subsidiaries	656	1,290	(634)	(49)
		<u>1,729</u>	<u>2,985</u>	<u>(1,256)</u>	<u>(42)</u>

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**Part A : Explanatory Notes Pursuant to FRS 134 (Cont'd)**

**A10. Related party transactions**

There were no significant related party transactions of the Company for the current quarter.

**A11. Changes in composition**

Ms. Nur Sabrina Soon Binti Abdullah was appointed as an Independent Non-Executive Director of the Company in 5 February 2024.

**A12. Changes in contingent liabilities and contingent assets**

There were no contingent liabilities or contingent assets as at the last annual balance sheet date and the latest practicable date.

**A13. Capital commitments**

There are no material capital commitments as at 31 March 2024.

**(i) Acquisitions and Disposals**

Details of acquisitions and disposals of the Group during the financial period are as follows:

<b>Acquisition</b>	<b>Cost RM '000</b>
Property, plant and equipment	347
Bearer plants	<u>2,583</u>

**(ii) Impairment of property, plant and equipment**

There was no material impairment nor reversal of such impairment during the current three-month financial period.

**(iii) Valuations**

The valuations of property, plant and equipment have been brought forward without amendment from the previous annual financial statements.

**A14. Events subsequent to the balance sheet date**

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

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**Part B : Explanatory notes pursuant to Appendix 9B of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad**

**B1. Analysis of performance against preceding year**

	<b>Group Cumulative Quarter</b>		<b>Variance</b>	
	<b>31.03.2024 RM '000</b>	<b>31.03.2023 RM '000</b>	<b>RM '000</b>	<b>%</b>
<b>Revenue</b>				
- Malaysia : Plantation				
- Company	4,242	5,616	(1,374)	(24)
- Subsidiaries	2,685	3,026	(341)	(11)
	<u>6,927</u>	<u>8,642</u>	<u>(1,715)</u>	<u>(20)</u>
<b>Profit before taxation</b>				
- Malaysia : Plantation				
- Company	1,073	1,695	(622)	(37)
- Subsidiaries	656	1,290	(634)	(49)
	<u>1,729</u>	<u>2,985</u>	<u>(1,256)</u>	<u>(42)</u>
	<b>RM</b>	<b>RM</b>	<b>RM</b>	<b>%</b>
Average FFB price per MT	825	819	6	1
FFB cost per MT	491	560	(31)	(7)
	<b>Metric Ton</b>	<b>Metric Ton</b>	<b>Metric Ton</b>	<b>%</b>
Production	8,399	10,555	(2,156)	(20)
Yield per hectare	4.49	4.75	(0.26)	(6)

The Group registered plantation revenue of RM6.93 million for the period to-date, a decrease of 20% compared to the preceding year corresponding period. The decrease in revenue is primarily due to a decrease a decrease in the production of FFB by 20%.

The drop in production is due to the replanting being carried out by the Group, despite the drop in production.

The Group also recorded a plantation pre-tax profit for the period to-date of RM1.73 million against pre-tax profit of RM2.99 million compared to the preceding year corresponding period, a decrease of RM1.26 million. The decrease in pre-tax profit as is due to the lower production and higher costs of production.

**Part B : Explanatory notes pursuant to Appendix 9B of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad (Cont'd)**

**B2. Variation of results against preceding quarter**

	3 Months Ended		Variance	
	31.12.23 RM '000	31.12.23 RM '000	RM '000	%
<b>Revenue</b>				
- Malaysia : Plantation				
- Company	4,242	5,050	(808)	(16)
- Subsidiaries	2,685	3,119	(434)	(14)
	<u>6,927</u>	<u>8,169</u>	<u>1,242</u>	<u>(15)</u>
<b>Profit before taxation</b>				
- Malaysia : Plantation				
- Company	1,073	385	688	179
- Subsidiaries	656	745	(89)	(12)
	<u>1,729</u>	<u>1,130</u>	<u>599</u>	<u>53</u>
	<b>RM</b>	<b>RM</b>		
Average FFB price per MT	825	757	68	9
FFB cost per MT	491	424	(67)	(16)
	<b>Metric Ton</b>	<b>Metric Ton</b>		
Production	8,399	10,788	(2,389)	(22)
Yield per hectare	4.49	5.63	(1.14)	(20)

The current quarter's recorded pre-tax profit of RM1.79 million on revenue of RM6.93 million as compared to pre-tax profit of RM1.13 million on revenue of RM8.17 million posted in the immediate preceding quarter.

The decrease in revenue and profit is primarily due to the decrease in the production of FFB, this was offset by an increase in the average price of FFB.

The increase in profit is primarily due to the negative change in fair value of agriculture produce in the immediate preceding quarter of RM1.48 million as compared to a positive change of RM0.72 million in the current quarter.

**B3. Prospects**

The prospects are very much dependent on weather conditions, the global edible oil and its related markets, global economic conditions and how they impact production of FFB and CPO prices.

The operating results are expected to remain satisfactory and that the cash flow position is adequate to meet the Group's requirements.

Management will continue to monitor developments and take the required remedial actions where necessary. The Group will continue its operations taking into cognisance the health and safety of its employees and stakeholders.

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**Part B : Explanatory notes pursuant to Appendix 9B of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad (Cont'd)**

**B4. Profit forecast**

Not applicable as no profit forecast was published.

**B5. Tax expense**

	<u>months ended</u>	
	<u>31.03.24</u>	<u>31.03.23</u>
	RM'000	RM'000
Taxation		
- Income tax	505	743
- Deferred tax	-	-
	<u>506</u>	<u>743</u>

The effective tax rate of the Group is higher than the statutory rate of taxation primarily due to certain expenses not allowed for taxation purposes.

**B6. Status of corporate proposal announced**

There is no corporate proposal as at the latest practicable date.

**B7. Borrowing and debt securities**

There are no borrowing and debt securities as at 31 March 2024.

**B8. Derivative financial instruments**

There were no derivative financial instruments with off balance sheet risk as at the latest practicable date.

**B9. Changes in material litigation**

There was no pending material litigation as at the latest practicable date.

**B10. Dividends**

On 8 December 2023, the Company announced the following dividend which were paid on 2 February 2024.

<b>Type</b>	<b>Dividend Per Share</b>	<b>Amount</b>
Single tier interim dividend	RM0.05	3,242,523

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**Part B : Explanatory notes pursuant to Appendix 9B of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad (Cont'd)**

**B11. Earnings per share**

***Basic earnings per share***

The calculation of basic earnings per share for the financial period is based on the net profit attributable to equity holders of the Company of RM1.22 million and the weighted average number of ordinary shares in issue during the current quarter of 64,850,448 shares.

***Diluted earnings per shares***

Not applicable.

**B12. Auditor's report on preceding annual financial statements**

The auditor's report on the audited annual financial statements for the year ended 31 December 2023 was not qualified.

**B13. Authorised for Issue**

The interim financial statements were authorised for issue by the Board of Directors as resolved at the Board of Directors Meeting held on 30 May 2024.