

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

Interim Financial Report
30 September 2024

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Condensed Consolidated Statement of Comprehensive Income
30 September 2024
(the figures have not been audited)

	Current quarter ended		Cumulative 9 months ended	
	30.09.2024	30.09.2023	30.09.2024	30.09.2023
	RM'000	RM'000	RM'000	RM'000
Revenue	8,913	9,449	24,139	26,258
Cost of sales	(3,947)	(4,866)	(12,061)	(14,531)
Gross profit	4,966	4,583	12,078	11,727
Items of expense				
Administrative expenses	(814)	(1,010)	(3,137)	(3,277)
	4,152	3,573	8,941	8,450
Items of income				
Interest income	157	223	572	872
Dividend income	-	-	-	-
Other income	29	28	33	77
	4,338	3,824	9,546	9,399
Other items				
Depreciation of bearer plants	(293)	(222)	(744)	(666)
Depreciation of property, plant & equipment	(356)	(330)	(1,055)	(1,018)
Gain on disposal of property, plant & equipment	-	-	-	-
Fair value changes in agriculture produce	(313)	(334)	446	716
Results from operating activities	3,376	2,938	8,193	8,431
Foreign exchange loss	-	(15)	-	(15)
Profit before tax for the period	3,376	2,923	8,193	8,416
Taxation	(1,455)	(1,027)	(2,732)	(2,483)
Profit for the year	1,921	1,896	5,461	5,933
Other comprehensive income, net of tax				
NCI share of capital reduction of a subsidiary	-	-	(4)	-
Other comprehensive income for the period	-	-	(4)	-
Total comprehensive income for the period	1,921	1,896	5,457	5,933
Profit attributable to:				
Equity holders of the Company	1,868	1,912	5,354	5,824
Non-controlling interests	53	(16)	107	109
	1,921	1,896	5,461	5,933
Total comprehensive income attributable to:				
Equity holders of the Company	1,865	1,912	5,354	5,824
Non-controlling interests	53	(16)	103	109
	1,921	1,896	5,457	5,933
Earnings per share (sen)				
Basic	2.88	2.95	8.26	8.98

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
30 September 2024
(the figures have not been audited)

	As at end of current quarter 30.09.2024 RM'000	As at preceding financial year end 31.12.2023 RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	294,128	294,284
Right-of-use assets	24,467	24,654
Bearer plants	30,480	23,252
Goodwill on consolidation	2,732	2,732
Deferred taxation	149	149
	<u>351,956</u>	<u>345,071</u>
Current assets		
Inventories	990	186
Agriculture produce	2,709	2,263
Trade and other receivables	8,339	7,137
Cash and cash equivalents	11,429	4,693
Deposits with financial institutions	22,063	39,944
	<u>45,530</u>	<u>54,223</u>
TOTAL ASSETS	<u>397,486</u>	<u>399,294</u>
EQUITY AND LIABILITIES		
Current liabilities		
Trade and other payables	4,232	6,746
NET CURRENT ASSETS	<u>41,298</u>	<u>47,477</u>
Non-current liabilities		
Deferred tax liabilities	25,551	25,551
Provision for retirement benefits	786	794
	<u>26,337</u>	<u>26,345</u>
TOTAL LIABILITIES	<u>30,569</u>	<u>33,091</u>
NET ASSETS	<u>366,917</u>	<u>366,203</u>
Equity attributable to owners of the Company		
Share capital	64,850	64,850
Reserves	212,733	212,733
Retained earnings	81,417	79,306
	<u>359,000</u>	<u>356,889</u>
Non-controlling interests	7,917	9,314
TOTAL EQUITY	<u>366,917</u>	<u>366,203</u>
TOTAL EQUITY AND LIABILITIES	<u>397,486</u>	<u>399,294</u>
Net Assets per share (RM)	<u>5.54</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 2023 and the accompanying explanatory notes attached to the interim financial statements.

Riverview Rubber Estates, Berhad
(Company No. 820 - V)
(Incorporated in Malaysia)

Condensed Consolidated Statement of Changes in Equity
30 September 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
<i>Profit or loss</i>	-	-	6,247	6,247	159	6,406
<i>Other comprehensive income</i>	-	34	-	34	16	50
Transactions with owners	-	-	(16,213)	(16,213)	-	(16,213)
<i>Dividends</i>	-	-	(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	-	-	5,354	5,354	103	5,457
<i>Profit or loss</i>	-	-	5,354	5,354	107	5,461
<i>Other comprehensive income</i>	-	-	-	-	(4)	(4)
Transactions with owners	-	-	(3,243)	(3,243)	(1,500)	(4,743)
<i>Dividends</i>	-	-	(3,243)	(3,243)	(1,500)	(4,743)
As at 30 September 2024	<u>64,850</u>	<u>212,733</u>	<u>81,417</u>	<u>359,000</u>	<u>7,917</u>	<u>366,917</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 2023 and the accompanying explanatory notes attached to the interim financial statements.

Condensed Consolidated Statement of Cash Flows
30 September 2024
(the figures have not been audited)

	Group	
	30.09.2024 RM'000	30.09.2023 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	8,193	8,416
Adjustments for:		
Amortisation	744	666
Depreciation	1,055	1,018
Interest income	(572)	(872)
Fair value changes in agriculture produce	(446)	(716)
Provision of retirement benefits	(7)	8
Loss on foreign exchange	-	15
Operating cashflow before working capital changes	<u>8,967</u>	<u>8,535</u>
Changes in working capital:		
Inventories	(803)	(827)
Receivables	(794)	(101)
Payables	728	1,188
Cash generated from operating activities	<u>8,098</u>	<u>8,795</u>
Taxes paid	(3,145)	(3,042)
Net cash generated from operating activities	<u>4,953</u>	<u>5,753</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(711)	(360)
Addition of bearer plants	(7,971)	(4,891)
Interest received	572	872
Net cash generated used in investing activities	<u>(8,110)</u>	<u>(4,379)</u>
CASH FLOWS FROM FINANCING ACTIVITY		
Dividends paid	(6,485)	(25,940)
Dividends paid to non-controlling interests	(1,500)	-
Capital reduction paid to non-controlling interest of a subsidiary	(3)	-
Net cash used in financing activities	<u>(7,988)</u>	<u>(25,940)</u>
Net decrease in cash and cash equivalents	(11,145)	(24,566)
Effects of exchange rate changes	-	-
Cash and cash equivalents at beginning of period	44,637	69,389
Cash and cash equivalents at end of period	<u>33,492</u>	<u>44,823</u>
Cash and cash equivalents comprise:		
Cash on hand and at banks	11,429	6,100
Deposits with financial institutions	22,063	38,723
	<u>33,492</u>	<u>44,823</u>
	-	-

The condensed consolidated cash flow statement should be read in conjunction with the annual financial statements for the year ended 31 December 2023 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 15 August 2024, the Company announced the following dividend which were paid on 27 September 2024.

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

A9. Segment information

	Group Cumulative Quarter		Variance	
	30.09.2024 RM '000	30.09.2023 RM '000	RM '000	%
Revenue				
- Malaysia : Plantation				
- Company	15,029	17,253	(2,224)	(13)
- Subsidiaries	9,110	9,005	105	1
	<u>24,139</u>	<u>26,258</u>	<u>(2,119)</u>	<u>(8)</u>
Profit before taxation				
- Malaysia : Plantation				
- Company	4,869	5,380	(511)	(9)
- Subsidiaries	3,324	3,051	273	(9)
	<u>8,193</u>	<u>8,431</u>	<u>(238)</u>	<u>(3)</u>

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

No changes composition in

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 30 September 2024.

(i) Acquisitions and Disposals

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

Acquisition

	Cost RM '000
Property, plant and equipment	711
Bearer plants	<u>7,971</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.

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

	Group Cumulative Quarter		Variance	
	30.09.2024 RM '000	30.09.2023 RM '000	RM '000	%
Revenue				
- Malaysia : Plantation				
- Company	15,029	17,253	(2,224)	(13)
- Subsidiaries	9,110	9,005	105	1
	<u>24,139</u>	<u>26,258</u>	<u>(2,119)</u>	<u>(8)</u>
Profit before taxation				
- Malaysia : Plantation				
- Company	4,869	5,380	(511)	(9)
- Subsidiaries	3,324	3,051	273	(9)
	<u>8,193</u>	<u>8,431</u>	<u>(238)</u>	<u>(3)</u>
	RM	RM	RM	%
Average FFB price per MT	840	794	46	6
FFB cost per MT	420	439	19	4
	Metric Ton	Metric Ton	Metric Ton	%
Production	28,747	33,082	(4,335)	(13)
Yield per hectare	18.31	17.28	1.03	6

The Group registered plantation revenue of RM24.14 million for the period to-date, a decrease of 8% 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 19%.

The drop in production is due to the replanting being carried out by the Group, despite the drop in production, the yield per hectare has increased by 6%.

The Group also recorded a plantation pre-tax profit for the period to-date of RM8.19 million against pre-tax profit of RM8.43 million compared to the preceding year corresponding period, a decrease of RM0.24 million. The decrease in pre-tax profit is primarily due to the lower production.

Riverview Rubber Estates, Berhad

(Company No. 820-V)

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

	3 Months Ended		Variance	
	30.09.24	30.06.24	RM '000	%
	RM '000	RM '000	RM '000	
Revenue				
- Malaysia : Plantation				
- Company	5,486	5,300	186	4
- Subsidiaries	3,427	2,999	428	14
	<u>8,913</u>	<u>8,299</u>	<u>614</u>	<u>7</u>
Profit before taxation				
- Malaysia : Plantation				
- Company	1,832	1,958	(126)	(6)
- Subsidiaries	1,544	1,133	411	36
	<u>3,376</u>	<u>3,091</u>	<u>285</u>	<u>9</u>
	RM	RM		
Average FFB price per MT	848	844	4	-
FFB cost per MT	376	406	30	7
	Metric Ton	Metric Ton		
Production	10,510	9,838	672	7
Yield per hectare	6.69	6.27	0.42	7

The current quarter's recorded pre-tax profit of RM3.38 million on revenue of RM8.91 million as compared to pre-tax profit of RM3.09 million on revenue of RM8.30 million posted in the immediate preceding quarter.

The increase in revenue and profit is primarily due to the increase in production.

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>9 months ended</u>	
	<u>30.09.24</u>	<u>30.09.23</u>
	RM'000	RM'000
Taxation		
- Income tax	2,736	2,483
- Deferred tax	(4)	-
	<u>2,732</u>	<u>2,483</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 30 September 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 15 August 2024, the Company announced the following dividend which were paid on 27 September 2024.

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

There is no dividend declared in the current quarter.

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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 RM5.35 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 22 November 2024.