

SUNGEI BAGAN RUBBER COMPANY (MALAYA) BERHAD (3327-U)
(Incorporated in Malaysia)

Condensed Consolidated Income Statement

For the Period Ended 30 September 2009

(The figures have not been audited)

	Note	Individual Quarter 3 months ended		Year to Date 3 months ended	
		30.09.09 RM'000	30.09.08 RM'000	30.09.09 RM'000	30.09.08 RM'000
Revenue	3	1,801	3,959	1,801	3,959
Other Income		3	-	3	-
Changes in Inventories		185	373	185	373
Staff Costs		(219)	(202)	(219)	(202)
Depreciation		(6)	(4)	(6)	(4)
Subcontract Labour Costs, Fertilizer and Chemical Costs		(655)	(967)	(655)	(967)
Foreign Exchange Gain / (Loss)		2,496	(5,502)	2,496	(5,502)
Other Expenses		(550)	(782)	(550)	(782)
Profit / (Loss) from Operations	3	3,055	(3,125)	3,055	(3,125)
Share of Profit of Associates		808	2,582	808	2,582
Profit / (Loss) before Taxation		3,863	(543)	3,863	(543)
Income tax expense	17	(93)	(370)	(93)	(370)
Profit / (Loss) for the Period		3,770	(913)	3,770	(913)
Earnings / (Loss) per share attributable to equity holders:					
Basic (Sen)	25(a)	6.23	(1.51)	6.23	(1.51)
Diluted (Sen)	25(b)	6.23	(1.51)	6.23	(1.51)

The condensed consolidated income statement should be read in conjunction with the accompanying explanatory notes attached to the interim financial statements.

SUNGEI BAGAN RUBBER COMPANY (MALAYA) BERHAD (3327-U)

(Incorporated in Malaysia)

Condensed Consolidated Balance Sheet**As at 30 September 2009**

		(Unaudited)	(Audited)
	Note	As at 30.09.09 RM'000	As at 30.6.2009 RM'000
ASSETS			
Non-current assets			
Property, plant and equipment		1,518	1,524
Investment property		20,334	20,602
Investment in associates		71,886	63,415
Available-for-sale investments	19	92,928	74,023
Deferred tax asset		28	28
		<u>186,694</u>	<u>159,592</u>
Current assets			
Inventories		262	77
Trade and other receivables		768	644
Cash and bank balances		145,028	143,586
Tax recoverable		836	845
		<u>146,894</u>	<u>145,152</u>
TOTAL ASSETS		<u>333,588</u>	<u>304,744</u>
EQUITY AND LIABILITIES			
Equity attributable to equity holders to the Company			
Share capital		60,492	60,492
Reserves		266,921	238,104
		<u>327,413</u>	<u>298,596</u>
Non-current liabilities			
Provision for retirement benefits		193	189
Deferred tax liability		4,277	4,277
		<u>4,470</u>	<u>4,466</u>
Current liabilities			
Trade and other payables		1,705	1,682
Total liabilities		<u>6,175</u>	<u>6,148</u>
TOTAL EQUITY AND LIABILITIES		<u>333,588</u>	<u>304,744</u>

The condensed consolidated balance sheet should be read in conjunction with the accompanying explanatory notes attached to the interim financial statements.

SUNGEI BAGAN RUBBER COMPANY (MALAYA) BERHAD (3327-U)

(Incorporated in Malaysia)

Condensed Consolidated Statement of Changes in Equity

For the Period Ended 30 September 2009

(The figures have not been audited)

	← Non-Distributable →				← Distributable →			
	Share Capital RM'000	Capital Reserves RM'000	Fair Value Reserve RM'000	Foreign Exchange Fluctuation Reserves RM'000	Cultivation and Replacement Reserves RM'000	General Reserve RM'000	Retained Earnings RM'000	Total Equity RM'000
At 1 July 2009	60,492	46,094	44,285	9,090	6,469	11,000	121,166	298,596
Share of associated companies' reserves	-	8,293	-	-	-	-	-	8,293
Foreign currency translation	-	-	-	(2,196)	-	-	-	(2,196)
Fair value gain								
- Available-for-sale investments	-	-	18,950	-	-	-	-	18,950
Net income/(expense) recognised								
directly in equity	-	8,293	18,950	(2,196)	-	-	-	25,047
Profit for the period	-	-	-	-	-	-	3,770	3,770
Total recognised income and expense for the period	-	8,293	18,950	(2,196)	-	-	3,770	28,817
At 30 September 2009	60,492	54,387	63,235	6,894	6,469	11,000	124,936	327,413

SUNGEI BAGAN RUBBER COMPANY (MALAYA) BERHAD (3327-U)

(Incorporated in Malaysia)

Condensed Consolidated Statement of Changes in Equity (Cont'd)

For the Period Ended 30 September 2009

(The figures have not been audited)

	← Non-Distributable →				← Distributable →			
	Share Capital RM'000	Capital Reserves RM'000	Fair Value Reserve RM'000	Foreign Exchange Fluctuation Reserves RM'000	Cultivation and Replacement Reserves RM'000	General Reserve RM'000	Retained Earnings RM'000	Total Equity RM'000
At 1 July 2008	60,492	54,474	78,426	(3,881)	6,997	11,000	136,083	343,591
Share of associated companies' reserves	-	(13,267)	-	-	-	-	-	(13,267)
Foreign currency translation	-	-	-	9,614	-	-	-	9,614
Fair value loss								
- Available-for-sale investments	-	-	(17,062)	-	-	-	-	(17,062)
Net (expense) / income recognised								
directly in equity	-	(13,267)	(17,062)	9,614	-	-	-	(20,715)
Loss for the period	-	-	-	-	-	-	(913)	(913)
Total recognised income and expense for the period	-	(13,267)	(17,062)	9,614	-	-	(913)	(21,628)
At 30 September 2008	60,492	41,207	61,364	5,733	6,997	11,000	135,170	321,963

The condensed consolidated statement of changes in equity should be read in conjunction with the accompanying explanatory notes attached to the interim financial statements.

SUNGEI BAGAN RUBBER COMPANY (MALAYA) BERHAD (3327-U)
(Incorporated in Malaysia)

Condensed Consolidated Cash Flow Statement
For the Period Ended 30 September 2009
(The figures have not been audited)

	3 months ended	
	30.09.09	30.09.08
	RM'000	RM'000
Net cash (used in) / generated from operating activities	(202)	589
Net cash generated from investing activities	403	1,015
Net increase in cash and cash equivalents	<u>201</u>	<u>1,604</u>
Effects of exchange rate changes	1,241	(204)
Cash and cash equivalents at beginning of financial period	<u>143,586</u>	<u>141,963</u>
Cash and cash equivalents at end of financial period	<u>145,028</u>	<u>143,363</u>

Cash and cash equivalents at the end of the financial period comprise the following :

	As at	As at
	30.09.09	30.09.08
	RM'000	RM'000
Cash and bank balances	<u>145,028</u>	<u>143,363</u>

The condensed consolidated cash flow statement should be read in conjunction with the accompanying explanatory notes attached to the interim financial statements.

SUNGEI BAGAN RUBBER COMPANY (MALAYA) BERHAD (3327-U)
(Incorporated in Malaysia)

Part A - Explanatory Notes Pursuant to FRS 134

1. Basis of Preparation

The interim financial statements have been prepared on a historical cost basis, except for freehold land included within property, plant and equipment, investment properties and available-for-sale investments that have been measured at their fair values.

The interim financial statements are unaudited and have been prepared in accordance with the requirements of FRS 134: Interim Financial Reporting and paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad.

The interim financial statements should be read in conjunction with the audited financial statements of the Group for the year ended 30 June 2009. 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 30 June 2009.

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

Change in accounting policy - FRS 8: Operating Segments

FRS 8 sets out the requirements for disclosure of information on an entity's operating segment, products and services, the geographical areas in which it operates and its customers. The adoption of this Standard does not result in significant change in the Group's accounting policies and only impact the form and content of disclosures presented in the financial statements.

2. Auditors' Report on Preceding Annual Financial Statements

The auditors' report on the financial statements for the year ended 30 June 2009 was not qualified.

SUNGEI BAGAN RUBBER COMPANY (MALAYA) BERHAD (3327-U)
(Incorporated in Malaysia)

Part A - Explanatory Notes Pursuant to FRS 134

3. Segmental Information

	3 months ended	
	30.09.09	30.09.08
	RM'000	RM'000
Segment Revenue		
Plantation	1,350	2,794
Investment	451	1,165
Total	<u>1,801</u>	<u>3,959</u>
Segment results		
Plantation	492	1,584
Investment	2,910	(4,375)
	<u>3,402</u>	<u>(2,791)</u>
Unallocated corporate expenses	(347)	(334)
Profit / (Loss) from operations	<u>3,055</u>	<u>(3,125)</u>
Segment assets		
Plantation	31,267	31,660
Investment	302,293	298,784
	<u>333,560</u>	<u>330,444</u>
Unallocated corporate expenses	28	135
Total assets	<u>333,588</u>	<u>330,579</u>

4. Unusual Items due to their Nature, Size or Incidence

There were no unusual items affecting assets, liabilities, equity, net income, or cash flows during the financial period ended 30 September 2009.

5. Changes in Estimates

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

SUNGEI BAGAN RUBBER COMPANY (MALAYA) BERHAD (3327-U)
(Incorporated in Malaysia)

Part A - Explanatory Notes Pursuant to FRS 134

6. Comments about Seasonal or Cyclical Factors

The revenue and earnings are impacted by the production of fresh fruit bunches and volatility of the selling price of crude palm oil. The production of fresh fruit bunches is influenced by weather conditions, production cycle and age of palms.

7. Dividends Paid

No dividend was paid since the last quarter.

8. Debt and Equity Securities

There were no issuance, repurchase and repayment of debts and equity securities in the current quarter.

9. Changes in Composition of the Group

There were no changes in the composition of the Group during the current quarter.

10. Capital Commitments

There are no commitments for the purchase of property, plant and equipment not provided for in the interim financial statements as at 30 September 2009.

11. Changes in Contingent Liabilities and Contingent Assets

There were no contingent liabilities or contingent assets as at 30 September 2009.

12. Subsequent Events

There were no material events subsequent to the end of the current quarter.

SUNGEI BAGAN RUBBER COMPANY (MALAYA) BERHAD (3327-U)
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**Part B - Explanatory Notes Pursuant to Appendix 9B of the Listing Requirements of
Bursa Malaysia Securities Berhad**

13. Performance Review

The Group's revenue of RM1.80 million for the current quarter ended 30 September 2009 was lower by RM2.16 million as compared to the corresponding quarter ended 30 September 2008. Crop sales were lower due to lower tonnage harvested and lower CPO prices. Dividend and interest income were also lower.

For the current quarter, the Group achieved an after-tax profit of RM3.77 million as compared to the after-tax loss of RM913,000 suffered during previous year's corresponding quarter ended 30 September 2008. This was mainly due to the exchange gain of RM2.50 million as compared to the prior year's corresponding quarter's exchange loss of RM5.50 million. Share of associates' profit of RM808,000 was lower as compared to previous year's corresponding quarter's profit of RM2.58 million.

14. Comment on Material Change in Profit Before Taxation

For the quarter under review, pre-tax profit of RM3.86 million was achieved as compared to the immediate preceding quarter's pre-tax loss of RM8.83 million. This was mainly due to the fair value loss of RM9.37 million arising from the revaluation of its investment property suffered in the immediate preceding quarter while there was none in the current quarter. Share of its associates' financial results was a profit of RM808,000 as compared to the immediate preceding quarter's share of its associates' loss of RM4.27 million.

15. Commentary on Prospects

The prospect of the plantation performance for the rest of the financial year ending 30 June 2010 is not expected to improve significantly. The CPO prices and production for the 1st half of the current financial year are expected to be lower, the latter due to the lower production period in the biological cycle. For the 2nd half of the financial year ending 30 June 2010, production is expected to increase while prices may remain stable.

The results of the associated companies may be further affected by the market valuation of their investments and currency fluctuations due to the jittery capital markets and global economic slowdown.

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**Part B - Explanatory Notes Pursuant to Appendix 9B of the Listing Requirements of
Bursa Malaysia Securities Berhad**

16. Profit Forecast or Profit Guarantee

There is no profit forecast and profit guarantee.

17. Income Tax Expense

	Individual Quarter		Year-To-Date	
	3 months ended		3 months ended	
	30.09.09	30.09.08	30.09.09	30.09.08
	RM'000	RM'000	RM'000	RM'000
Current tax:				
Malaysian income tax	93	370	93	370
Total income tax expense	93	370	93	370

The effective tax rate for the current quarter was lower than the statutory tax rate due to certain income not subject to tax while the effective tax rate for prior year's corresponding quarter was higher as certain expenses were not deductible for tax purposes.

18. Sale of Unquoted Investments and Properties

There were no sales of unquoted investments and properties.

19. Quoted Securities

There was no purchase or disposal of quoted securities for the current quarter.

Details of investments in quoted securities classified as available-for-sale financial assets:

	As at 30.09.09 RM'000
At cost	29,659
At carrying value	92,928
At market value	92,928

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**Part B - Explanatory Notes Pursuant to Appendix 9B of the Listing Requirements of
Bursa Malaysia Securities Berhad**

20. Corporate Proposals

There was no corporate proposal announced by the Company as at the date of the issue of this quarterly report.

21. Borrowings

There were no borrowings and debt securities as at 30 September 2009.

22. Off Balance Sheet Financial Instruments

There were no off balance sheet financial instruments as at 23 November 2009.

23. Changes in Material Litigation

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

24. Dividend Payable

The following dividend in respect of the financial year ended 30 June 2009 on 60,491,552 ordinary shares has been approved by the shareholders at the Annual General Meeting on 23 November 2009:

	Amount RM	Net dividend per share Sen
First and final dividend of 2% less 25% taxation	<u>907,373</u>	<u>1.5</u>

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**Part B - Explanatory Notes Pursuant to Appendix 9B of the Listing Requirements of
Bursa Malaysia Securities Berhad**

25. Earnings Per Share

(a) Basic

Basic earnings/(loss) per share amounts are calculated by dividing profit/(loss) for the period attributable to ordinary equity holders by the weighted average number of ordinary shares in issue during the period.

	Individual Quarter		Year-To-Date	
	3 months ended		3 months ended	
	30.09.09	30.09.08	30.09.09	30.09.08
Profit/(Loss) attributable to ordinary equity holders (RM'000)	<u>3,770</u>	<u>(913)</u>	<u>3,770</u>	<u>(913)</u>
Weighted average number of ordinary shares in issue	<u>60,492</u>	<u>60,492</u>	<u>60,492</u>	<u>60,492</u>
Basic earnings/(loss) per share (Sen)	<u>6.23</u>	<u>(1.51)</u>	<u>6.23</u>	<u>(1.51)</u>

(b) Diluted

Diluted earnings/(loss) per share is the same as basic earnings/(loss) per share as there is no dilutive potential ordinary shares outstanding as at 30 September 2009.

26. Authorisation for Issue

The interim financial statements were authorised for issue by the Board of Directors in accordance with a resolution of the directors on 23 November 2009.