

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

**Condensed Consolidated Income Statement**

**For the Period Ended 31 March 2010**

(The figures have not been audited)

	Note	Individual Quarter 3 months ended		Year to Date 9 months ended	
		31.03.10 RM'000	31.03.09 RM'000	31.03.10 RM'000	31.03.09 RM'000
<b>Revenue</b>	3	2,042	1,659	6,724	8,655
Other Income		-	8	3	9
Changes in Inventories		(29)	(195)	404	310
Staff Costs		(220)	(278)	(548)	(747)
Depreciation		(5)	(18)	(17)	(26)
Subcontract Labour Costs, Fertilizer and Chemical Costs		(784)	(688)	(2,323)	(2,460)
Foreign Exchange Loss		(3,446)	(4,409)	(1,583)	(11,126)
Other Expenses		(368)	(213)	(1,514)	(1,576)
<b>Profit / (Loss) from Operations</b>	3	(2,810)	(4,134)	1,146	(6,961)
Share of Profit / (Loss) of Associates		2,532	(457)	4,273	283
<b>Profit / (Loss) before Taxation</b>		(278)	(4,591)	5,419	(6,678)
Income tax expense	17	(175)	(72)	(497)	(549)
<b>Profit / (Loss) for the Period</b>		(453)	(4,663)	4,922	(7,227)
<b>Earnings / (Loss) per share attributable to equity holders:</b>					
Basic (Sen)	25(a)	(0.75)	(7.71)	8.14	(11.95)
Diluted (Sen)	25(b)	(0.75)	(7.71)	8.14	(11.95)

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 31 March 2010**

		(Unaudited)	(Audited)
	Note	As at 31.03.10 RM'000	As at 30.6.2009 RM'000
<b>ASSETS</b>			
<b>Non-current assets</b>			
Property, plant and equipment		1,508	1,524
Investment property		19,090	20,602
Investment in associates		91,074	63,415
Available-for-sale investments	19	97,240	74,023
Deferred tax asset		28	28
		<u>208,940</u>	<u>159,592</u>
<b>Current assets</b>			
Inventories		481	77
Trade and other receivables		442	644
Cash and bank balances		136,153	143,586
Tax recoverable		960	845
		<u>138,036</u>	<u>145,152</u>
<b>TOTAL ASSETS</b>		<u>346,976</u>	<u>304,744</u>
<b>EQUITY AND LIABILITIES</b>			
<b>Equity attributable to equity holders to the Company</b>			
Share capital		60,492	60,492
Reserves		280,620	238,104
		<u>341,112</u>	<u>298,596</u>
<b>Non-current liabilities</b>			
Provision for retirement benefits		202	189
Deferred tax liability		3,963	4,277
		<u>4,165</u>	<u>4,466</u>
<b>Current liabilities</b>			
Trade and other payables		1,699	1,682
<b>Total liabilities</b>		<u>5,864</u>	<u>6,148</u>
<b>TOTAL EQUITY AND LIABILITIES</b>		<u>346,976</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 31 March 2010**

(The figures have not been audited)

	← Non-Distributable →				← Distributable →			Total Equity RM'000
	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	
<b>At 1 July 2009</b>	60,492	46,094	44,285	9,090	6,469	11,000	121,166	298,596
Share of associated companies' reserves	-	27,023	-	-	-	-	-	27,023
Foreign currency translation	-	-	-	(11,988)	-	-	-	(11,988)
Fair value gain								
- Available-for-sale investments	-	-	23,466	-	-	-	-	23,466
Net income/(expense) recognised directly in equity	-	27,023	23,466	(11,988)	-	-	-	38,501
Profit for the period	-	-	-	-	-	-	4,922	4,922
Total recognised income and expense for the period	-	27,023	23,466	(11,988)	-	-	4,922	43,423
Dividend paid	-	-	-	-	-	-	(907)	(907)
<b>At 31 March 2010</b>	60,492	73,117	67,751	(2,898)	6,469	11,000	125,181	341,112

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

(Incorporated in Malaysia)

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

**For the Period Ended 31 March 2010**

(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
<b>At 1 July 2008</b>	60,492	54,475	78,426	(3,881)	6,997	11,000	136,082	343,591
Share of associated companies' reserves	-	(27,245)	-	-	-	-	-	(27,245)
Foreign currency translation	-	-	-	19,661	-	-	-	19,661
Fair value loss								
- Available-for-sale investments	-	-	(49,850)	-	-	-	-	(49,850)
Net income/(expense) recognised								
directly in equity	-	(27,245)	(49,850)	19,661	-	-	-	(57,434)
Loss for the period	-	-	-	-	-	-	(7,227)	(7,227)
Total recognised income and expense								
for the period	-	(27,245)	(49,850)	19,661	-	-	(7,227)	(64,661)
Dividends paid	-	-	-	-	-	-	(2,041)	(2,041)
<b>At 31 March 2009</b>	60,492	27,230	28,576	15,780	6,997	11,000	126,814	276,889

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 31 March 2010**  
(The figures have not been audited)

	<b>3 months ended</b>	
	<b>31.03.10</b>	<b>31.03.09</b>
	<b>RM'000</b>	<b>RM'000</b>
Net cash generated from / (used in) operating activities	158	(1,135)
Net cash generated from investing activities	1,795	3,147
Net cash used in financing activities	(907)	(2,041)
Net increase / (decrease) in cash and cash equivalents	<u>1,046</u>	<u>(29)</u>
Effects of exchange rate changes	(8,479)	(465)
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><u>136,153</u></u>	<u><u>141,469</u></u>

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

	<b>As at</b>	<b>As at</b>
	<b>31.03.10</b>	<b>31.03.09</b>
	<b>RM'000</b>	<b>RM'000</b>
Cash and bank balances	<u>136,153</u>	<u>141,469</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**

	<b>9 months ended</b>	
	<b>31.03.10</b>	<b>31.03.09</b>
	<b>RM'000</b>	<b>RM'000</b>
<b>Segment Revenue</b>		
Plantation	5,159	5,420
Investment	1,565	3,235
Total	<u>6,724</u>	<u>8,655</u>
<b>Segment results</b>		
Plantation	2,184	2,246
Investment	(123)	(7,996)
	<u>2,061</u>	<u>(5,750)</u>
Unallocated corporate expenses	(915)	(1,211)
Profit / (Loss) from operations	<u>1,146</u>	<u>(6,961)</u>
<b>Segment assets</b>		
Plantation	32,086	30,185
Investment	314,862	254,865
	<u>346,948</u>	<u>285,050</u>
Unallocated corporate expenses	28	135
Total assets	<u>346,976</u>	<u>285,185</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 31 March 2010.

**5. Changes in Estimates**

There were no changes in estimates that have had a material effect in the current quarter and year-to-date results.

**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.

**SUNGEI BAGAN RUBBER COMPANY (MALAYA) BERHAD (3327-U)**  
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**Part A - Explanatory Notes Pursuant to FRS 134**

**7. Dividend Paid**

The amount of dividends paid during the financial period ended 31 March 2010 were as follows:

In respect of the financial year ended 30 June 2009, as reported in the directors' report of that year:

	Amount RM'000	Net Dividend per share (Sen)
First and final dividend of 2% less 25% taxation	<u>907</u>	<u>1.5</u>

**8. Debt and Equity Securities**

There were no issuance, repurchase and repayment of debts and equity securities in the current quarter and 9 months to-date.

**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 31 March 2010.

**11. Changes in Contingent Liabilities and Contingent Assets**

There were no contingent liabilities or contingent assets as at 31 March 2010.

**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 for the current quarter of RM2.04 million was higher than the corresponding quarter ended 31 March 2009 despite lower dividend and interest income. This was due to higher crop sales arising from higher tonnage harvested and FFB prices.

The current period-to-date's revenue of RM6.72 million was lower than last year's corresponding period-to-date's revenue of RM8.66 million. This was due to lower crop sales, dividend and interest income.

The Group suffered an after-tax loss of RM453,000 for the current quarter ended 31 March 2010. This was significantly lower as compared to last year's corresponding quarter's loss of RM4.66 million. This was mainly due to higher revenue, lower unrealised exchange loss and our share of associates' profit of RM2.53 million as compared to a loss of RM457,000 for last year's corresponding quarter.

The Group achieved after-tax profit of RM4.92 million for the current period-to-date as compared to the after-tax loss of RM7.23 million suffered during the corresponding period ended 31 March 2009. This was due to lower unrealised exchange loss and share of associates' profit of RM4.27 million was significantly higher as compared to last year's corresponding period's RM283,000.

**14. Comment on Material Change in Profit Before Taxation**

For the quarter under review, the Group's revenue of RM2.04 million was lower than the immediate preceding quarter's RM2.88 million. This was due to lower crop sales on account of lower tonnage harvested. Dividend and interest income were also lower.

The Group suffered a pre-tax loss of RM278,000 for the current quarter as compared to the immediate preceding quarter's pre-tax profit of RM1.83 million despite a higher share of associates' profit. This was mainly due to higher unrealised exchange loss of RM3.45 million suffered for the current quarter as compared to the immediate preceding quarter's unrealised exchange loss of RM633,000.

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**Part B - Explanatory Notes Pursuant to Appendix 9B of the Listing Requirements of  
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**15. Commentary on Prospects**

The prospect of the plantation's performance for the rest of the financial year ending 30 June 2010 is not expected to improve significantly. Production is expected to increase while the CPO prices may remain stable.

The results of the associated companies may be further affected by the market valuation of their investments and currency fluctuations.

**16. Profit Forecast or Profit Guarantee**

There is no profit forecast and profit guarantee.

**17. Income Tax Expense**

	<b>Individual Quarter</b>		<b>Year-To-Date</b>	
	<b>3 months ended</b>		<b>9 months ended</b>	
	<b>31.03.10</b>	<b>31.03.09</b>	<b>31.03.10</b>	<b>31.03.09</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
Current tax:				
Malaysian income tax	175	43	497	520
Foreign tax	-	-	-	-
	<u>175</u>	<u>43</u>	<u>497</u>	<u>520</u>
Under provision of Malaysian income tax in prior years	-	29	-	29
Total income tax expense	<u>175</u>	<u>72</u>	<u>497</u>	<u>549</u>

The effective tax rates for the current quarter, last year's corresponding quarter and period-to-date were higher than the statutory tax rates as certain expenses were not deductible for tax purposes. Current period-to-date's effective tax rate was lower than the statutory tax rate due to certain income not subject to tax.

**18. Sale of Unquoted Investments and Properties**

There were no sales of unquoted investments and properties.

**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**

**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:

	<b>As at 31.03.10 RM'000</b>
At cost	29,659
At carrying value	97,240
At market value	<u>97,240</u>

**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 31 March 2010.

**22. Off Balance Sheet Financial Instruments**

There were no off balance sheet financial instruments as at 19 May 2010.

**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**

No interim dividend has been declared for the financial period ended 31 March 2010.

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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.

	<b>Individual Quarter</b>		<b>Year-To-Date</b>	
	<b>3 months ended</b>		<b>9 months ended</b>	
	<b>31.03.10</b>	<b>31.03.09</b>	<b>31.03.10</b>	<b>31.03.09</b>
Profit/(Loss) attributable to ordinary equity holders (RM'000)	<u>(453)</u>	<u>(4,663)</u>	<u>4,922</u>	<u>(7,227)</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>(0.75)</u>	<u>(7.71)</u>	<u>8.14</u>	<u>(11.95)</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 31 March 2010.

**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 19 May 2010.