

## Boustead Holdings Berhad (3871-H)

### UNAUDITED CONDENSED CONSOLIDATED INCOME STATEMENTS

For the quarter ended 30 September 2009	Current Period		Cumulative Period	
	2009	2008	2009	2008
	RM'000	RM'000	RM'000	RM'000
<b>Revenue</b>	<b>1,419,107</b>	1,951,232	<b>3,910,940</b>	5,801,949
Operating cost	<b>(1,307,200)</b>	(1,782,377)	<b>(3,632,678)</b>	(5,137,607)
Profit from operations	<b>111,907</b>	168,855	<b>278,262</b>	664,342
Interest income	<b>5,591</b>	4,283	<b>13,072</b>	15,839
Other investment results	<b>9,859</b>	22,360	<b>28,153</b>	37,904
Finance cost	<b>(28,991)</b>	(42,823)	<b>(95,532)</b>	(112,392)
Share of results of Associates	<b>27,107</b>	13,504	<b>69,599</b>	52,798
	<b>125,473</b>	166,179	<b>293,554</b>	658,491
Reduction of goodwill	-	42,517	-	-
<b>Profit before taxation</b>	<b>125,473</b>	208,696	<b>293,554</b>	658,491
Taxation	<b>(16,999)</b>	(28,375)	<b>(54,463)</b>	(96,318)
<b>Net profit for the period</b>	<b>108,474</b>	180,321	<b>239,091</b>	562,173
Attributable to:				
Shareholders of the Company	<b>86,163</b>	163,996	<b>193,922</b>	468,199
Minority interests	<b>22,311</b>	16,325	<b>45,169</b>	93,974
<b>Net profit for the period</b>	<b>108,474</b>	180,321	<b>239,091</b>	562,173
<b>Earnings per share - sen</b>				
Basic	<b>12.41</b>	25.48	<b>29.14</b>	73.86
<b>Gross dividend per share - sen</b>	<b>7.50</b>	7.50	<b>17.50</b>	17.50

The Unaudited Condensed Consolidated Income Statements should be read in conjunction with the Audited Financial Statements for the Year Ended 31 December 2008.

**Boustead Holdings Berhad (3871-H)****UNAUDITED CONDENSED CONSOLIDATED BALANCE SHEET**

<b>As at 30 September 2009</b>	<b>Audited</b>	
	<b>2009</b>	<b>31 December</b>
	<b>RM'000</b>	<b>2008</b>
	<b>RM'000</b>	<b>RM'000</b>
<b>ASSETS</b>		
<b>Non current assets</b>		
Property, plant and equipment	1,936,503	1,817,193
Biological assets	358,685	357,142
Investment properties	913,427	763,050
Development properties	205,795	208,347
Prepaid land lease payments	160,873	157,510
Long term prepayment	133,890	134,050
Offshore patrol vessel expenditure	455,341	455,341
Deferred tax assets	65,115	67,969
Associates	1,088,915	1,045,947
Investments	591,679	524,926
Goodwill	1,075,798	1,068,458
	<b>6,986,021</b>	<b>6,599,933</b>
<b>Current assets</b>		
Inventories	230,039	230,752
Property development in progress	35,870	49,329
Due from customers on contract	110,390	76,783
Receivables	950,421	1,052,845
Cash and bank balance	526,973	669,449
	<b>1,853,693</b>	<b>2,079,158</b>
<b>TOTAL ASSETS</b>	<b>8,839,714</b>	<b>8,679,091</b>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity attributable to equity holders of the Company</b>		
Share capital	455,722	325,516
Reserves	3,267,424	2,585,255
<b>Shareholders' equity</b>	<b>3,723,146</b>	<b>2,910,771</b>
<b>Minority interests</b>	<b>424,608</b>	<b>385,244</b>
Total equity	<b>4,147,754</b>	<b>3,296,015</b>
<b>Non current liabilities</b>		
Long term borrowings	583,682	624,719
Other payable	24,798	20,217
Deferred tax liabilities	112,870	105,714
	<b>721,350</b>	<b>750,650</b>
<b>Current liabilities</b>		
Borrowings	2,353,031	2,878,661
Trade and other payables	1,123,878	1,065,553
Due to customer on contracts	436,447	630,232
Taxation	32,840	21,359
Dividend payable	24,414	36,621
	<b>3,970,610</b>	<b>4,632,426</b>
<b>Total liabilities</b>	<b>4,691,960</b>	<b>5,383,076</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>8,839,714</b>	<b>8,679,091</b>
<b>NET ASSET PER SHARE - RM</b>		
<b>Attributable to ordinary shareholders of the Company</b>	<b>4.08</b>	<b>4.47</b>

The Unaudited Condensed Consolidated balance sheets should be read in conjunction with the Audited Financial Statements for the Year Ended 31 December 2008.

**Boustead Holdings Berhad (3871-H)**
**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**

For the financial period ended 30 September 2009	Attributable to shareholders of the Company						Total	Minority Interests	Total Equity
	Share Capital	*Share Premium	*Revaluation Reserve	Statutory Reserve	*Other Reserves	Retained Profit			
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Balance at 1 January 2009	325,516	565,509	41,621	136,372	110,320	1,731,433	2,910,771	385,244	3,296,015
Exchange fluctuation	-	-	-	-	(114)	-	(114)	109	(5)
Net gain not recognised in the income statement	-	-	-	-	(114)	-	(114)	109	(5)
Change in group structure									
- Disposal of shares in a Subsidiary	-	-	-	-	-	-	-	507	507
Issue of shares									
- by the Company pursuant to a rights issue	130,206	598,223	-	-	-	-	728,429	-	728,429
- by a Subsidiary to minority interest	-	-	-	-	-	-	-	7,950	7,950
Transfers during the period	-	-	-	27,637	-	(27,637)	-	-	-
Net profit for the period	-	-	-	-	-	193,922	193,922	45,169	239,091
Dividends									
- Final of previous financial year	-	-	-	-	-	(61,034)	(61,034)	-	(61,034)
- Interim of current financial year	-	-	-	-	-	(48,828)	(48,828)	-	(48,828)
- Payable by Subsidiaries	-	-	-	-	-	-	-	(14,371)	(14,371)
<b>Balance at 30 September 2009</b>	<b>455,722</b>	<b>1,163,732</b>	<b>41,621</b>	<b>164,009</b>	<b>110,206</b>	<b>1,787,856</b>	<b>3,723,146</b>	<b>424,608</b>	<b>4,147,754</b>
Balance at 1 January 2008	314,520	439,052	41,621	101,891	118,747	1,345,090	2,360,921	847,913	3,208,834
Exchange fluctuation	-	-	-	-	82	-	82	122	204
Net loss not recognised in the income statement	-	-	-	-	82	-	82	122	204
Transfer during the period	-	-	-	23,763	-	(23,763)	-	-	-
Change in group structure									
- Additional investment in Subsidiaries	-	-	-	-	-	-	-	(479,127)	(479,127)
- Disposal of Subsidiaries	-	-	-	-	10,713	-	10,713	(3,163)	7,550
Issue of shares									
- by the Company	10,996	126,457	-	-	-	-	137,453	-	137,453
- by a Subsidiary to minority interest	-	-	-	-	-	-	-	1,960	1,960
Net profit for the period	-	-	-	-	-	468,199	468,199	93,974	562,173
Dividends									
- Final of previous financial year approved	-	-	-	-	-	(37,239)	(37,239)	-	(37,239)
- Bonus dividend of previous financial year approved	-	-	-	-	-	(46,549)	(46,549)	-	(46,549)
- Interim of current financial year	-	-	-	-	-	(47,363)	(47,363)	-	(47,363)
- Payable by Subsidiaries	-	-	-	-	-	-	-	(18,169)	(18,169)
Balance at 30 September 2008	325,516	565,509	41,621	125,654	129,542	1,658,375	2,846,217	443,510	3,289,727

**NOTES**

\* Denotes non distributable reserves.

The Unaudited Condensed Consolidated Statements of Changes in Equity should be read in conjunction with the Audited Financial Statements for the Year Ended 31 December 2008.

# Boustead Holdings Berhad (3871-H)

## UNAUDITED CONDENSED CONSOLIDATED CASH FLOW STATEMENT

For the quarter ended 30 September 2009

	2009	2008
	RM'000	RM'000
<b>Operating Activities</b>		
Receipts from customers	4,057,022	5,758,103
Cash paid to suppliers and employees	(3,756,609)	(5,425,964)
	300,413	332,139
Tax paid less refund	(28,453)	(34,036)
Net cash from operating activities	271,960	298,103
<b>Investing Activities</b>		
Capital expenditure & construction of investment property	(211,360)	(129,101)
Disposal of investment property	9,792	5,305
Additional investments in Associates & Subsidiaries	(28,300)	(392,554)
Net inflow on disposal of Subsidiaries	-	37,602
Others	817	34,153
Net cash used in investing activities	(229,051)	(444,595)
<b>Financing Activities</b>		
Transactions with owners	606,360	(139,646)
New loans	186,780	535,268
Repayment of loans	(605,140)	(565,498)
Other borrowings	(240,376)	360,264
Interest paid	(141,732)	(189,445)
Others	(6,421)	(16,209)
Net cash used in financing activities	(200,529)	(15,266)
Net decrease in cash and cash equivalents	(157,620)	(161,758)
Cash and cash equivalent at beginning of period	614,694	714,693
<b>Cash and Cash Equivalent at End of Period</b>	<b>457,074</b>	<b>552,935</b>
<b>Analysis of Cash and Cash Equivalents</b>		
Deposits, cash and bank balances	526,973	591,777
Overdrafts	(69,899)	(43,385)
Cash and bank balance classified as held for sale	-	4,543
<b>Cash and Cash Equivalent at End of Period</b>	<b>457,074</b>	<b>552,935</b>

The Unaudited Condensed Consolidated Cash Flow Statement should be read in conjunction with the Audited Financial Statements for the Year Ended 31 December 2008.

## **Boustead Holdings Berhad (3871-H)**

### **Notes to the Interim Financial Report for the Quarter Ended 30 September 2009**

#### **Part A - Explanatory Notes Pursuant to FRS 134**

##### **A1. Basis of Preparation**

The interim financial statements are unaudited and have been prepared in compliance with the requirements of FRS 134: Interim Financial Reporting and paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad, and should be read in conjunction with the Group's audited financial statements for the year ended 31 December 2008.

##### **A2. Changes in Accounting Policies**

The accounting policies and method of computation adopted by the Group are consistent with those used in the preparation of the Y2008 Audited Financial Statements.

The Group has not early adopted the following FRSS and IC Interpretations that are not yet effective:

<b>FRS, Amendment to FRS &amp; IC interpretations</b>	<b>Effective date</b>
(i) FRS 4 : Insurance contracts	1 January 2010
(ii) FRS 7 : Financial instruments: disclosures	1 January 2010
(iii) FRS 8 : Operating segments	1 July 2009
(iv) FRS 139 : Financial instruments: recognition and measurement	1 January 2010
(v) IC Interpretation 9 : Reassessment of embedded derivatives	1 January 2010
(vi) IC Interpretation 10 : Interim financial reporting and impairment	1 January 2010

The Group has applied the transitional provisions in FRS 7 and FRS 139 which exempt entities from disclosing the possible impact arising from initial application of the respective standards on the financial statements of the Group. The adoption of the other FRSS and IC Interpretations is not expected to have a significant impact on the financial statements of the Group.

##### **A3. Auditors' Report on Preceding Annual Financial Statements**

The audit report of the preceding audited financial statements was not qualified.

##### **A4. Comments about Seasonal or Cyclical Factors**

Plantation's result is influenced by both CPO prices and FFB crop production. The cyclical swing in FFB crop production is generally at its lowest in the first half of the year, with gradual increase to peak production towards the second half. The remainder of the Group's operations are not materially affected by any seasonal or cyclical events.

##### **A5. Unusual Items Due to Their Nature, Size or Incidence**

There were no unusual items affecting assets, liabilities, equity, net income or cash flows.

##### **A6. Change in Estimates**

There were no material changes in estimates of amounts reported in the prior interim periods of the current financial year or the previous financial year.

##### **A7. Dividends Paid**

- (i) 3<sup>rd</sup> interim dividend of 7.5 sen (2007: Nil) per share less tax in respect of the year ended 31 December 2008 amounting to RM36.6 million was paid on 16 January 2009.
- (ii) Final dividend of 12.5 sen (2007: Final & bonus totalling 16 sen) per share less tax in respect of the financial year ended 31 December 2008 amounting to RM61.0 million was paid on 18 May 2009.
- (iii) 1<sup>st</sup> interim dividend of 5 sen (2008: 5 sen) per share less tax in respect of the year ending 31 December 2009 amounting to RM24.4 million was paid on 20 July 2009.

## A8. Segmental Information

Segment information for the cumulative period is presented in respect of the Group's business segments as follows:

	Plantation	Heavy Industries	Property development	Property investment	Finance & Investment	Trading	Manufacturing & Services	Elim'n	Total
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
<b>2009</b>									
<b>Revenue</b>									
Group total sales	487,284	708,011	188,076	123,709	239,624	1,911,634	300,965	(48,363)	3,910,940
Inter-segment sales	-	-	-	(6,792)	(21,798)	(19,773)	-	48,363	-
External sales	487,284	708,011	188,076	116,917	217,826	1,891,861	300,965	-	3,910,940
<b>Result</b>									
Segment result									
- external	10,645	132,435	41,809	28,782	7,076	38,080	19,435	-	278,262
Interest expense	(28,351)	(23,605)	(8,219)	(28,571)	(49,785)	(24,428)	(14,836)	82,263	(95,532)
Interest income	43,746	1,593	9,967	15,062	10,091	5,674	9,202	(82,263)	13,072
Other investment result	22,503	-	-	-	2,671	-	2,979	-	28,153
Share of result of Associates	2,111	2,625	(66)	132	59,520	2,210	3,067	-	69,599
<b>Profit before taxation</b>	50,654	113,048	43,491	15,405	29,573	21,536	19,847	-	293,554
Taxation									(54,463)
<b>Net profit for the period</b>									239,091

	Plantation	Heavy Industries	Property development	Property investment	Finance & Investment	Trading	Manufacturing & Services	Elim'n	Total
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
<b>2008</b>									
<b>Revenue</b>									
Group total sales	721,160	940,281	279,830	96,168	227,684	3,300,364	297,433	(60,971)	5,801,949
Inter-segment sales	-	-	-	(9,958)	(18,092)	(32,921)	-	60,971	-
External sales	721,160	940,281	279,830	86,210	209,592	3,267,443	297,433	-	5,801,949
<b>Result</b>									
Segment result									
- external	201,134	248,885	91,025	33,979	3,817	63,386	22,116	-	664,342
Interest expense	(24,849)	(20,355)	(6,149)	(18,808)	(49,059)	(34,080)	(15,037)	55,945	(112,392)
Interest income	38,071	2,362	4,175	1,562	11,238	4,488	9,888	(55,945)	15,839
Other investment result	42,957	-	-	-	(6,447)	-	1,394	-	37,904
Share of result of Associates	3,486	2,250	(104)	351	42,858	768	3,189	-	52,798
<b>Profit before taxation</b>	260,799	233,142	88,947	17,084	2,407	34,562	21,550	-	658,491
Taxation									(96,318)
<b>Net profit for the period</b>									562,173

## A9. Debts and Equity Securities

During the current quarter, the Company issued 260,412,729 new BHB shares of RM0.50 each on the basis of 2 Rights shares for every 5 existing shares held at an issue price of RM2.80 per rights share. The Company's issued and paid up capital was thus increased to RM455.7 million comprising 911,444,551 ordinary shares of RM0.50 each.

There were no other issuances and repayment of debt and equity securities, share buybacks, share cancellations, shares held as treasury shares and resale of treasury shares in the current financial period.

## A10. Carrying Amount of Revalued Assets

There has been no revaluation of property, plant and equipment during the current financial period.

#### A11. Subsequent Events

There were no subsequent events as at 18 November 2009 that will materially affect the financial statements of the financial period under review.

#### A12. Changes in Group Composition

- (i) During the 2<sup>nd</sup> quarter, the Group sold its entire stake in the 43% Associate, Boustead Bulking Sdn Bhd comprising 430,000 ordinary shares of RM1 each for a cash consideration of RM860,000.
- (ii) During the 2<sup>nd</sup> quarter, Damansara Entertainment Centre Sdn Bhd became a wholly owned Subsidiary of the Group.
- (iii) A wholly owned subsidiary of Boustead Heavy Industries Corporation Berhad, BHIC Defence Technologies Sdn Bhd (BDT), had on 24 June 2009 formed a joint venture company Boustead DCNS Naval Corporation Sdn Bhd with DCNS S.A. BDT holds a 60% interest in the joint venture company.
- (iv) A wholly owned Subsidiary of the Group, Boustead Curve Sdn Bhd, had on 22 June 2009 formed a joint venture company with Themed Attractions and Resorts Sdn Bhd, a wholly owned subsidiary of Pantai Sabak Ventures Sdn Bhd which in turn is a wholly owned subsidiary of Khazanah Nasional Berhad for the purpose of procuring a license and operating one or more educational and entertainment facilities. Boustead Curve Sdn Bhd holds a 20% interest in the joint venture company named Rakan Riang Sdn Bhd.

There were no other changes in the composition of the Group during the period under review.

#### A13. Changes in Contingent Liabilities and Contingent Assets

Other than the changes in the material litigations as described in Note B25, the status of the contingent liabilities disclosed in the 2008 Annual Report remains unchanged as at 18 November 2009. No other contingent liability has arisen since the financial year end.

#### A14. Capital Commitments

The Group has the following commitments as at 30 September 2009:

	<b>Authorised but not contracted RM'000</b>	<b>Authorised and contracted RM'000</b>
Capital expenditure	<u>349,000</u>	<u>399,000</u>

### Part B - Explanatory Notes Pursuant to Appendix 9B of the Listing Requirements of Bursa Malaysia

#### B15. Performance Review

The Group continued its positive performance into the 3<sup>rd</sup> quarter of the 2009 financial year with a profit after tax of RM108.5 million, a 72% increase from the preceding quarter's profit of RM62.8 million. The strong profit was achieved on the back of a turnover of RM1.42 billion.

For the nine months ended 30 September 2009, the Group posted an unaudited profit before tax of RM293.6 million which was 45% of last year's corresponding period. The profit after tax and MI totalling RM193.9 million was a drop from last year's profit of RM468.2 million.

For the cumulative period, the Plantation Division contributed a pre-tax profit of RM50.7 million (2008: RM260.8 million). The Division achieved an average palm oil price of RM2,172 per MT, against last year corresponding period's average of RM3,103 per MT. The FFB crop totalling 827,850 MT was 5% lower than last year.

The Heavy Industries Division contributed a pre-tax profit of RM113.0 million, as compared with last year's profit of RM233.1 million due to slower progress of work and cost escalation. The Property Division's pre-tax profit of RM58.9 million for the nine months' period was 44% lower than last year. The hotel operation profit during the period under review was lower due to the start up cost of the recently opened Royale Chulan Hotel. The property development segment profit for the current period was also lower, due to the absence of corporate lot sales.

The Finance & Investment Division reported an improved pre-tax profit of RM29.6 million (2008: RM2.4 million). BH Insurance posted a higher pre-tax profit of RM24.5 million (2008: RM15.1 million), mainly due to the increase in underwriting and investment income. The Affin Group posted a better pre-tax profit of RM383.2 million (2008: RM288.6 million), due to increases in net interest and Islamic banking income, while loan provision was also lower. The Trading Division posted a lower profit of RM21.5 million (2008: RM34.6 million).

## B16. Material Changes in Quarterly Results Compared to The Results of the Immediate Preceding Quarter

The current quarter pre-tax profit of RM125.5 million is 53% better than the preceding quarter's profit of RM82.0 million.

The Plantation Division's profit for the current quarter of RM16.6 million is higher than the preceding quarter of RM10.4 million. FFB crop rose 15% during the current quarter, which helped to cushion the decline in CPO price which averaged RM2,296 (Previous quarter: RM2,428) per MT. The Heavy Industries Division's profit for the current quarter was 49% better, mainly due to improvements in billings and margins compared with the preceding quarter. The Property Division's profit for the current quarter was 15% lower mainly due to lower contribution from the hotel operations. The Finance & Investment Division's profit of RM19.8 million was ahead of last quarter's profit of RM5.6 million, largely on stronger contributions from Affin and BH Insurance. The Manufacturing Division turned in a consistent set of results, while the Trading Division's profit improved as it benefited from the stockholding gains from BHPetrol and profit from the LCCT Baggage Handling system project.

## B17 Prospects for the current financial year

We are cautiously optimistic that the steady price range of RM2,200 to RM2,400 for CPO could sustain until the end of the year on the back of steady overseas demand as world economies recover. A factor that bodes well for the CPO price would be the potential further weakness of the US dollar.

The Heavy Industries Division will continue with its effort in developing its defence and commercial businesses by capitalising on its strength, while the formation of strategic partnerships with various foreign parties will promote the transfer of technology and accelerate growth.

The Property Division's earnings will be driven by the ongoing developments at Mutiara Damansara and Mutiara Rini townships and the Division's stable of commercial and retail properties. The expansion of the hotel activities, which now include the 5-star Royale Chulan Hotel and Royale Bintang Seremban are expected to further increase revenue for the Hotel Division.

## B18 Notes on variance in actual profit and shortfall in profit guarantee

The disclosure requirements for explanatory notes for the variance of actual profit after tax and minority interests and shortfall in profit guarantee are not applicable.

	<b>Current Period</b>	<b>Cumulative Period</b>
	<b>2009</b>	<b>2009</b>
	<b>RM'000</b>	<b>RM'000</b>
	<u>18,662</u>	<u>53,522</u>
	<u>(765)</u>	<u>(263)</u>
	<u>17,897</u>	<u>53,259</u>
Over provision of prior years	(898)	1,204
	<u>16,999</u>	<u>54,463</u>

## B19. Taxation

Malaysian taxation based on profit for the period:

- Current	18,662	53,522
- Deferred	(765)	(263)
	<u>17,897</u>	<u>53,259</u>
Over provision of prior years	(898)	1,204
	<u>16,999</u>	<u>54,463</u>

The Group's effective tax rate for the current quarter and the financial year-to-date is lower than the statutory tax rate mainly due to certain income which is not subject to income tax.

## B20. Sale of Unquoted Investments and Properties

Gain on disposal of Associate and other investments	752	1,276
Gain on disposal of MGS and bonds	-	557
	<u>752</u>	<u>1,833</u>

## B21. Quoted Securities

(i) Purchases or disposals of quoted securities other than securities in existing Subsidiaries and Associates during the current financial period.

Purchases	1,209	11,726
Sale proceeds	7,820	23,786
Gain on disposal	1,612	3,298

(ii) Investments in quoted securities as at 30 September 2009:

At cost		410,687
At carrying value/book value		401,449
At market value		<u>485,569</u>



## B22. Corporate Proposals

### (a) Status of Corporate Proposals

- (i) On 28 May 2009, the Company announced a proposal to undertake a Rights Issue of up to approximately 260,412,729 Rights shares on the basis of 2 Rights shares for every 5 existing shares held at an issue price of RM2.80 per Rights share. The Rights Issue was completed in September 2009.
- (ii) The Company had on 29 October 2009 entered into an agreement with Y.Bhg. Tan Sri Abdul Rashid Bin Abdul Manaf and Atlas Hall Sdn Bhd (Atlas Hall) for the purchase and subscription of a total of 1,665,306 ordinary shares of RM1.00 each in Atlas Hall for a cash consideration totalling RM8 million. The proposed acquisition represents a 51% stake in the enlarged share capital of Atlas Hall, a private limited company principally involved in the business of oil and gas engineering agency.

There were no other corporate proposals announced or pending completion as at 18 November 2009.

### (b) Status on Utilisation of Proceeds from Rights Issue as at 31 October 2009

RM' million	Proposed utilisation	Actual utilisation	Time frame	Deviation		Explanation
				Amount	%	
Repayment of bank borrowings	400.0	380.0	Up to 31 Dec 2010	20.00	5%	To be utilised
Working capital and/or acquisition	328.2	5.8	Up to 31 Dec 2010	322.4	98%	To be utilised
Rights issue expenses	1.0	0.9	Up to 31 Dec 2010	0.1	10%	To be utilised
	<u>729.2</u>	<u>386.7</u>		<u>342.5</u>		

## B23. Group Borrowings and Debt Securities

Total group borrowings as at 30 September 2009 are as follows:-

	<u>30.9.2009</u> <u>RM'000</u>	<u>31.12.2008</u> <u>RM'000</u>
Long Term Loans	1,098,127	1,439,562
Less: repayable in 1 year	<u>514,445</u>	<u>814,843</u>
	<u>583,682</u>	<u>624,719</u>
Short term borrowings		
- Bank overdrafts	69,899	54,755
- Bankers' acceptances	209,387	150,563
- Revolving credits	1,559,300	1,858,500
- Short term loans	<u>514,445</u>	<u>814,843</u>
	<u>2,353,031</u>	<u>2,878,661</u>

Included above is a short term loan of RM44.1 million (US Dollar: 12.70 million) which is denominated in US Dollar. All other borrowings are denominated in Ringgit Malaysia.

## B24. Off Balance Sheet Financial Instruments

The Group does not have any off balance sheet financial instruments as at 18 November 2009.

## B25. Changes in Material Litigations

- (i) Pertaining to the litigation referred to in Note 41(a) of the 2008 Annual Report, the Federal Court had on 16 July 2009 unanimously dismissed Zaitun's appeal with costs and affirmed the decisions of the High Court and Court of Appeal in dismissing Zaitun's application to make the Mareva Injunction permanent. KPMG has commenced an independent audit on the parties' claims, and the matter has now been fixed for case management on 10 December 2009.
- (ii) The Plaintiff's appeal referred to in Note 41(b) of the 2008 Annual Report came up for hearing on 13 May 2009 at the Court of Appeal and it was allowed with costs. On 7 July 2009, the Court of Appeal granted the Company a stay of execution of its order until 10 August 2009, being the hearing date of the Company's application to the Federal Court for a leave to appeal against the decision of the Court of Appeal. On 10 August 2009, the Federal Court informed that it would prefer a written decision from the Court of Appeal, and adjourned the hearing of the application to a date to be fixed and will direct the Court of Appeal to prepare its written grounds. The stay of execution on the Court of Appeal order that was consented to earlier is extended until the disposal of Boustead's application for leave.

As at 18 November 2009, there were no other changes in material litigation, including the status of pending material litigation since the last annual balance sheet as at 31 December 2008.

**B26. Dividend Payable**

- (i) A 2<sup>nd</sup> interim dividend of 5 sen (2008: 5 sen) per share less tax in respect of the year ending 31 December 2009 amounting to RM24.4 million was paid on 5 October 2009.
- (ii) The Directors have declared a 3<sup>rd</sup> interim dividend of 7.5 sen (2008: 7.5 sen) per share less tax in respect of the year ending 31 December 2009. The dividend will be paid on 29 December 2009 to shareholders registered in the Register of Members at the close of business on 15 December 2009.

**B27. Earnings Per Share**

	Current Period		Cumulative Period	
	2009	2008	2009	2008
<b>Basic earnings per share</b>				
Net profit for the period (RM'000)	<b>86,163</b>	163,996	<b>193,922</b>	468,199
Weighted average number of ordinary shares in issue ('000)	<b>694,434</b>	643,700	<b>665,499</b>	633,926
Basic earnings per share (sen)	<b>12.41</b>	25.48	<b>29.14</b>	73.86

**28. Plantation Statistics**

	Cumulative Period	
	2009	2008
<b>(a) Planted areas (hectares)</b>		
Oil palm - prime mature	<b>61,892</b>	62,634
- young mature	<b>4,978</b>	5,147
- immature	<b>7,500</b>	6,708
	<b>74,370</b>	74,489
Others	<b>203</b>	203
	<b>74,573</b>	74,692

\* Includes 52,667 hectares leased under the Asset Backed Securitisation Programme and from Al Hadharah Boustead REIT.

	Cumulative Period	
	2009	2008
<b>(b) Crop Production</b>		
FFB - MT	<b>827,850</b>	867,739
<b>(c) Average Selling Prices (RM)</b>		
FFB (per MT)	<b>432</b>	687
Palm oil (per MT)	<b>2,172</b>	3,103
Palm kernel (per MT)	<b>974</b>	1,840

**29. Economic Profit**

	Cumulative Period	
	2009	2008
	RM'000	RM'000
For the period ended 30 September	<b>13,341</b>	295,712

	2009	2009
	(9 Months)	(12 Months)
	Actual	Target
<b>30. Headline KPIs</b>		
Return on Equity (ROE)	<b>6.5%</b>	10.0%
Return on Assets (ROA)	<b>4.4%</b>	7.0%