

**CONDENSED CONSOLIDATED BALANCE SHEET
AS AT 31 DECEMBER 2008**

| | Unaudited as at end of Current Quarter 31.12.2008 RM'000 | Audited as at Preceding Financial Year End 31.12.2007 RM'000 |
|----------------------------------------------------------------------------------|---------------------------------------------------------------------------------|-------------------------------------------------------------------------------------|
| <u>Non-current assets</u> | | |
| Property, plant and equipment | 527,496 | 466,193 |
| Plantation development expenditure | 971,504 | 920,371 |
| Prepaid lease payments | 959,199 | 673,102 |
| Investment in associated companies | 20,832 | 19,791 |
| Investment in joint venture | 10,656 | - |
| Other investments | 4,954 | 5,926 |
| Goodwill on consolidation | 91,140 | 87,281 |
| Deferred tax assets | 12,400 | 15,378 |
| | <u>2,598,181</u> | <u>2,188,042</u> |
| <u>Current assets</u> | | |
| Inventories | 335,055 | 215,219 |
| Trade and other receivables | 393,694 | 411,938 |
| Amount owing by related companies | - | 12,898 |
| Assets held for sale | 454 | 804 |
| Tax recoverable | 14,185 | 11,217 |
| Deposits placed with licensed banks | 50,928 | 76,362 |
| Cash and bank balances | 55,197 | 65,580 |
| | <u>849,513</u> | <u>794,018</u> |
| <u>Current liabilities</u> | | |
| Trade and other payables | 217,348 | 158,978 |
| Amount owing to related companies | 7 | 4 |
| Amount owing to associated company | 20,786 | 19,445 |
| Borrowings | 706,327 | 428,808 |
| Retirement benefit obligations | 458 | 283 |
| Tax payable | 3,140 | 2,986 |
| | <u>948,066</u> | <u>610,504</u> |
| Net current (liabilities)/assets | <u>(98,553)</u> | <u>183,514</u> |
| | <u>2,499,628</u> | <u>2,371,556</u> |
| Share capital | 296,471 | 296,471 |
| <u>Reserves</u> | | |
| Share premium | 84,171 | 84,171 |
| Exchange reserves | 26,955 | 27,639 |
| Capital reserves | 5,761 | 5,761 |
| Retained profits | 956,588 | 849,878 |
| | <u>1,073,475</u> | <u>967,449</u> |
| Equity attributable to equity holders of the Company | 1,369,946 | 1,263,920 |
| Minority interests | 363,256 | 304,376 |
| Total equity | <u>1,733,202</u> | <u>1,568,296</u> |
| <u>Non-current liabilities</u> | | |
| Borrowings | 529,036 | 589,298 |
| Deferred tax liabilities | 231,677 | 208,554 |
| Retirement benefit obligations | 5,713 | 5,408 |
| | <u>766,426</u> | <u>803,260</u> |
| | <u>2,499,628</u> | <u>2,371,556</u> |
| Net assets per share attributable to ordinary equity holders of the Company (RM) | <u>4.62</u> | <u>4.26</u> |

(The Condensed Consolidated Balance Sheet should be read in conjunction with the Annual Financial Report for the financial year ended 31 December 2007)



**CONDENSED CONSOLIDATED INCOME STATEMENT
FOR THE FINANCIAL PERIOD ENDED 31 DECEMBER 2008**
(The figures have not been audited)

| | Individual Quarter | | Cumulative Quarter | |
|--------------------------------------------------------------------|----------------------------------------------------|--------------------------------------------------------------------|----------------------------------------------------|------------------------------------------------------|
| | Current Year Quarter 31.12.2008 RM'000 | Preceding Year Corresponding Quarter 31.12.2007 RM'000 | Current Year To Date 31.12.2008 RM'000 | Preceding Year To Date 31.12.2007 RM'000 |
| Revenue | 381,746 | 454,712 | 1,768,518 | 1,690,837 |
| Other operating income | 9,869 | 13,680 | 19,448 | 24,452 |
| Operating expenses | (353,541) | (340,156) | (1,447,074) | (1,418,454) |
| Profit from operations | 38,074 | 128,236 | 340,892 | 296,835 |
| Finance costs | (12,429) | (12,292) | (48,095) | (43,227) |
| Share of results of associated company | - | - | - | 8 |
| Share of results of Joint Venture | (738) | - | 656 | - |
| Profit before taxation | 24,907 | 115,944 | 293,453 | 253,616 |
| Taxation | 3,141 | (9,604) | (75,778) | (48,947) |
| Profit for the period | 28,048 | 106,340 | 217,675 | 204,669 |
| Profit for the period attributable to:- | | | | |
| Equity holders of the Company | 29,149 | 74,233 | 157,169 | 147,649 |
| Minority interests | (1,101) | 32,107 | 60,506 | 57,020 |
| | 28,048 | 106,340 | 217,675 | 204,669 |
| Earnings per share attributable to equity holders of the Company:- | | | | |
| Basic (sen) | 9.83 | 25.04 | 53.01 | 49.80 |
| Fully diluted (sen) | 9.81 | 25.92 | * | * |

* Amount not presented due to 'anti-dilutive'

(The Condensed Consolidated Income Statement should be read in conjunction with the Annual Financial Report for the financial year ended 31 December 2007)

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE FINANCIAL PERIOD ENDED 31 DECEMBER 2008**

(The figures have not been audited)

| | ←----- Attributable to Equity Holders of the Company -----> | | | | | | | | |
|---------------------------------------------------------------------------------------------------|-------------------------------------------------------------|----------------------------|-------------------------------|--------------------------------|-------------------------------|-------------------------------|------------------|---------------------------------|---------------------------|
| | Share Capital RM'000 | Non-Distributable | | | Distributable | | Total RM'000 | Minority Interests RM'000 | Total Equity RM'000 |
| | | Share Premium RM'000 | Capital reserves RM'000 | Exchange Reserves RM'000 | Capital Reserves RM'000 | Retained Profits RM'000 | | | |
| At 1 January 2008 | 296,471 | 84,171 | 3,684 | 27,639 | 2,077 | 849,878 | 1,263,920 | 304,376 | 1,568,296 |
| Exchange differences on translation, representing net gain not recognised in the income statement | - | - | - | (684) | - | - | (684) | 326 | (358) |
| Net gain recognised directly in equity | - | - | - | (684) | - | - | (684) | 326 | (358) |
| Profit for the period | - | - | - | - | - | 157,169 | 157,169 | 60,506 | 217,675 |
| Total recognised income and expenses for the period | - | - | - | - | - | 157,169 | 156,485 | 60,832 | 217,317 |
| Acquisition of subsidiary Company | - | - | - | - | - | - | - | 5,153 | 5,153 |
| Dividend | - | - | - | - | - | (50,459) | (50,459) | (7,105) | (57,564) |
| At 31 December 2008 | 296,471 | 84,171 | 3,684 | 26,955 | 2,077 | 956,588 | 1,369,946 | 363,256 | 1,733,202 |
| At 1 January 2007 | 296,471 | 84,171 | 3,684 | 22,505 | 2,077 | 749,842 | 1,158,750 | 248,987 | 1,407,737 |
| Exchange differences on translation, representing net gain not recognised in the income statement | - | - | - | 5,134 | - | - | 5,134 | (1,631) | 3,503 |
| Net gain/(loss) recognised directly in equity | - | - | - | 5,134 | - | - | 5,134 | (1,631) | 3,503 |
| Profit for the period | - | - | - | - | - | 147,649 | 147,649 | 57,020 | 204,669 |
| Total recognised income and expenses for the period | - | - | - | 5,134 | - | 147,649 | 152,783 | 55,389 | 208,172 |
| Dividend | - | - | - | - | - | (47,613) | (47,613) | - | (47,613) |
| At 31 December 2007 | 296,471 | 84,171 | 3,684 | 27,639 | 2,077 | 849,878 | 1,263,920 | 304,376 | 1,568,296 |

(The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Annual Financial Report for the financial year ended 31 December 2007)



**CONDENSED CONSOLIDATED CASH FLOW STATEMENT
FOR THE FINANCIAL PERIOD ENDED 31 DECEMBER 2008
(The figures have not been audited)**

| | Current Year To Date 31.12.2008 RM'000 | Preceding Year To Date 31.12.2007 RM'000 |
|-------------------------------------------------------------------------------------|---------------------------------------------------------------|-----------------------------------------------------------------|
| CASH FLOWS FROM OPERATING ACTIVITIES | | |
| Profit before taxation | 293,453 | 253,616 |
| Adjustments for: | | |
| Non-cash items | 117,588 | 106,801 |
| Non-operating items | 43,113 | 31,186 |
| Operating profit before changes in working capital | 454,154 | 391,603 |
| Net change in current assets | (131,597) | (8,515) |
| Net change in current liabilities | 54,794 | 22,453 |
| Interest, retirement benefit and tax paid | (112,857) | (91,359) |
| Net cash flows from operating activities | 264,494 | 314,182 |
| CASH FLOWS FROM INVESTING ACTIVITIES | | |
| Equity investments | (265,304) | 17,488 |
| Other investments | (201,901) | (160,866) |
| Net cash flows used in investing activities | (467,205) | (143,378) |
| CASH FLOWS FROM FINANCING ACTIVITIES | | |
| Bank borrowings | 217,257 | (151,662) |
| Dividend paid/payable | (50,356) | (47,613) |
| Increase in deposits pledged with licensed banks | 20,534 | (20,245) |
| Net cash flows (used in)/from financing activities | 187,435 | (219,520) |
| NET DECREASE IN CASH AND CASH EQUIVALENTS | (15,276) | (48,716) |
| CASH AND CASH EQUIVALENTS AT BEGINNING OF PERIOD | 120,859 | 170,181 |
| EFFECT OF EXCHANGE RATE CHANGES | - | (606) |
| CASH AND CASH EQUIVALENTS AT END OF PERIOD | 105,583 | 120,859 |
| Cash and cash equivalents at the end of the financial year comprise the following:- | | |
| Deposits placed with licensed banks (excluding deposits pledged) | 50,386 | 55,279 |
| Cash and bank balances | 55,197 | 65,580 |
| | 105,583 | 120,859 |

(The Condensed Consolidated Cash Flow Statement should be read in conjunction with the Annual Financial Report for the financial year ended 31 December 2007)



A. NOTES TO THE INTERIM FINANCIAL REPORT

1. Basis of Preparation

The interim financial report is unaudited and has been prepared in accordance with FRS 134 "Interim Financial Reporting" and Chapter 9, Part K of the Listing Requirements of Bursa Malaysia Securities Berhad ("Bursa Securities").

The interim financial report should be read in conjunction with the audited financial statements of the Group for the financial year ended 31 December 2007.

2. Changes in Accounting Policies

The accounting policies and methods of computation adopted for the interim financial statements are consistent with those adopted by the Group in the audited financial statements for the year ended 31 December 2007 except for the adoption of the following revised Financial Reporting Standards ("FRS"):-

| | |
|----------------------|------------------------------------------------------------------------------------------|
| FRS 107 | Cash Flow Statements |
| FRS 111 | Construction Contracts |
| FRS 112 | Income Taxes |
| FRS 118 | Revenue |
| Amendment to FRS 121 | The Effects of Changes in Foreign Exchange Rates – Net Investment in a Foreign Operation |
| FRS 120 | Accounting for Government Grants and Disclosure of Government Assistance |
| FRS 134 | Interim Financial Reporting |
| FRS 137 | Provisions, Contingent Liabilities and Contingent Assets |

The adoption of FRS 107, 112, 118, Amendment to FRS 121, FRS 134 and FRS 137 does not have any significant financial impact to the Group. FRS 111 and FRS 120 are not applicable to the Group's operations.



3. Seasonal or Cyclical Factors

The operations of the Group are not affected by any seasonal or cyclical factors other than the plantation operation, which is affected by the fluctuating commodity prices and seasonal production of fresh fruit bunches.

4. Unusual Items

There was no unusual item for the current quarter and financial year to date.

5. Changes in Estimates

There was no change in estimates of amounts reported in prior quarters of the current financial year or change in estimates of amounts reported in prior financial year that has a material effect in the current quarter.

6. Changes in Debt and Equity Securities

There has been no issuance, repurchase and repayment of debt and equity securities during the current financial year to date other than the RM190 million raised from the issuance of Murabahah Commercial Papers/Medium Term Notes by TPB to part-finance the subscription of 100,000,000 new ordinary shares of RM1 each in Tradewinds Corridor Sdn Bhd ("TCSB") (formerly known as Kongsi Meriah (M) Sdn Bhd) at a total subscription price of RM268.0 million and the redemption of RM90 million Murabahah Commercial Papers/Medium Term Notes on 18 December 2008.



7. Dividends Paid

Dividend paid during the current financial year are as follows:-

| | Current Year To Date RM'000 | Preceding Year Corresponding Period RM'000 |
|-----------------------------------------------------------------------------------------------------------------------------------------------------|------------------------------------------------|-------------------------------------------------------------------|
| Ordinary shares: | | |
| Final dividend of 13 sen per share less 26% income tax (2007: 12 sen per share less 27% income tax) proposed in previous year, paid in current year | 28,520 | 25,971 |
| Interim dividend for current year of 10 sen per share less 26% income tax (2007: 10 sen per share less 28% income tax) | 21,939 | 21,642 |
| | 50,459 | 47,613 |

8. Segmental Reporting

| Current Year To Date | Sugar RM'000 | Plantation RM'000 | Others RM'000 | Total RM'000 |
|--------------------------------------|-------------------------|------------------------------|--------------------------|-------------------------|
| Revenue | | | | |
| External sales | 862,178 | 906,181 | 159 | 1,768,518 |
| Results | | | | |
| Segment results | 76,867 | 255,162 | 13,190 | 345,219 |
| Unallocated income | | | | 10,983 |
| Unallocated expenses | | | | (15,310) |
| Profit from operations | | | | 340,892 |
| Finance costs | | | | (48,095) |
| Share of results of Joint Venture | | | | 656 |
| Profit before taxation | | | | 293,453 |
| Taxation | | | | (75,778) |
| Profit for the period | | | | 217,675 |



9. Material Subsequent Events

There was no material event subsequent to the end of the current quarter.

10. Changes in the Composition of the Group

There was no change in the composition of the Group during the current financial year other than the following:-

- (a) On 30 April 2007, Tradewinds Plantation Berhad (TPB) entered into a conditional Subscription Agreement for the proposed subscription of 100,000,000 new ordinary shares of RM1.00 each in Tradewinds Corridor Sdn Bhd ("TCSB") (formerly known as Kongsu Meriah (M) Sdn Bhd) at a total subscription price of RM268 million. The proposed subscription was completed on 18 March 2008 and thereafter TCSB became a 99.9% subsidiary of the Company.

The subscription does not have a material effect on the results of the Group for the current financial year.

The details of net assets acquired are as follows:-

| | Acquiree's carrying amount RM'000 | Fair value RM'000 |
|--------------------------------------------|------------------------------------------------------|------------------------------|
| Prepaid lease payments for land | 276,920 | 276,920 |
| Other receivable | 319 | 319 |
| Bank balances | 180 | 180 |
| Other payables | (9,419) | (9,419) |
| Total net assets/Total cost of acquisition | <u>268,000</u> | <u>268,000</u> |

- (b) On 7 December 2007, Amalan Penaga (M) Sdn Bhd, a wholly-owned subsidiary of the TPB, entered into an agreement to acquire 70% equity interest in Usaha Wawasan Sdn. Bhd. ("UWSB") comprising 700,000 ordinary shares of RM1 each for a cash consideration of RM15,882,428. The acquisition was completed on 31 January 2008.

The acquisition does not have a material effect on the results of the Group for the current financial year.



The details of net assets acquired are as follows:-

| | Acquiree's carrying amount RM'000 | Fair value RM'000 |
|---------------------------------|------------------------------------------------------|------------------------------|
| Prepaid lease payments for land | 22,593 | 22,593 |
| Other payables | (38) | (38) |
| Deferred tax liabilities | (5,379) | (5,379) |
| Total net assets | <u>17,176</u> | <u>17,176</u> |
| Less: Minority interest | | <u>(5,153)</u> |
| Group's share of net assets | | 12,023 |
| Goodwill on consolidation | | <u>3,859</u> |
| Total cost of acquisition | | <u>15,882</u> |

- (c) On 29 April 2008, TPB entered into a conditional Share Sale Agreement with CB Industrial Product Holding Berhad ("CBIP") to acquire 50% equity interest in Pride Palm Oil Mill Sdn Bhd ("PPOM") comprising 50,000 ordinary shares of RM1 each at a cash consideration of RM50,000 ("Proposed PPOM Acquisition").

TPB and CBIP have agreed to utilise PPOM as the 50:50 joint venture vehicle to acquire Solar Green Sdn Bhd ("SGSB") and to take over SGSB's oil palm cultivation and palm oil production operations ("Proposed SGSB Acquisition"). With regard to the Proposed SGSB Acquisition, PPOM has on 17 March 2008, entered into a conditional Share Sale Agreement with Tradewinds Resources Sdn Bhd (a subsidiary of Tradewinds Corporation Berhad) to acquire the entire interest in SGSB comprising 16,250,004 ordinary shares of RM1 each for a cash consideration of RM10.

Both the Proposed PPOM Acquisition and the Proposed SGSB Acquisition were completed on 1 August 2008.

On 28 October 2008 and 24 December 2008, the paid-up capital of PPOM was increased by RM8.0 million and RM11.9 million respectively, which were subscribed equally by TPB and CBIP.



11. Capital Commitments

The amount of capital commitments not provided for in the interim financial statements as at 31 December 2008 are as follows:-

| | RM'000 |
|-----------------------------------|---------------|
| Property, plant and equipment | |
| - Approved and contracted for | 145,337 |
| - Approved and not contracted for | 110,257 |
| | <hr/> |
| | 255,594 |
| | <hr/> |

12. Contingent Liabilities and Contingent Assets

The contingent liabilities as at 31 December 2008 are as follows:-

| | RM'000 |
|-------------------------------------------------------------------------------------------------------|---------------|
| Corporate guarantee for credit facilities granted to third parties under "Skim Industri Pertanian" | <hr/> |
| | 46 |
| | <hr/> |

There are no contingent asset as at 31 December 2008.



B. ADDITIONAL INFORMATION REQUIRED BY THE LISTING REQUIREMENTS OF BURSA SECURITIES

1. Review of Performance

For the quarter under review, the Group's revenue decreased to RM381.7 million from RM454.7 million as compared to the corresponding quarter last year. The decrease in revenue was mainly due to the decline in crude palm oil and palm kernel selling prices during the quarter under review. The decrease in revenue coupled with higher operating expenses had resulted in a significant decrease in profit before tax of RM24.9 million for the current quarter as compared to profit before tax of RM115.9 million for the same quarter last year.

For the year ended 31 December 2008, the Group recorded revenue of RM1,768.5 million, representing an increase of RM77.7 million from RM1,690.8 million last year. The increase in revenue was mainly due to the higher average selling prices of crude palm oil and palm kernel, coupled with the increase in production of fresh fruit bunches as compared to the preceding financial year. In line with the increase in revenue, profit before tax increased from RM253.6 million in the previous financial year to RM293.5 million for the current financial year.

2. Material Change in the Profit Before Taxation for the Quarter Reported On as Compared with the Immediate Preceding Quarter

| | Quarter Reported On RM'000 | Immediate Preceding Quarter RM'000 | Decrease RM'000 |
|------------------------|-----------------------------------------------|-------------------------------------------------------|----------------------------|
| Profit before taxation | 24,907 | 100,624 | 75,717 |

The Group recorded significant decrease in profit before taxation of RM75.7 million as compared to profit before taxation of RM100.6 million in the immediate preceding quarter. The substantial decrease in profit was mainly due to the sharp decline in oil palm product prices coupled with drastic increase in material costs in particular fertiliser and fuel during the current quarter.



3. Prospects

In view of the global economic slowdown and the lower prices of oil palm products, the business environment of the oil palm industry for the financial year ending 31 December 2009 is expected to be challenging.

The Sugar Division is also facing the global economic slowdown for the financial year ending 31 December 2009 resulting in thinning margin.

As a result, the Group prospects are expected to be lower in the financial year ending 31 December 2009. However, efforts are been made to maintain the impact of these challenges.

4. Variance on Forecast Profit/Shortfall in Profit Guarantee

Not applicable.

5. Taxation

Taxation comprises:-

| | Current Year Quarter RM'000 | Current Year To Date RM'000 |
|--------------|--------------------------------------------|--------------------------------------------|
| Income tax | 2,166 | 53,603 |
| Deferred tax | 471 | 22,175 |
| | <u>2,637</u> | <u>75,778</u> |

The taxation charge of the Group for the financial year reflects an effective tax rate which is almost consistent with the statutory income tax rate of 26%.

6. Sale of Unquoted Investments and/or Properties

There was no sale of unquoted investments during the current quarter and financial year to date.



7. Quoted Securities Other Than Securities in Existing Subsidiaries and Associated Company

(a) There was no purchase and disposal of quoted securities.

(b) Investments in quoted securities as at the reporting period were as follows:-

| | RM'000 |
|------------------------|---------------|
| (i) at cost | 37,772 |
| (ii) at carrying value | 4,458 |
| (iii) at market value | 10,154 |

8. (a) Status of Corporate Proposals

The status of corporate proposals announced but not completed as at 27 February 2009, being the latest practicable date, are as follows:-

The merger exercise between the plantation subsidiaries of Tradewinds (M) Berhad and Johore Tenggara Oil Palm Berhad was completed on 28 February 2006. The approval of the merger exercise by the Securities Commission ("SC") was subject to compliance of certain conditions imposed on the landed properties of the Group, which have been complied with except for:-

| No. | Property | Beneficial owner | Condition and extension of time | Status of compliance |
|-----|-------------------------------------------------------------------------------------------------------------------------------|--------------------------------------------------------|-----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|-----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| | PT No. 803, Mukim of Hulu Jabur, District of Kemaman, Terengganu (181.41 ha of oil palm plantation known as Ladang Bukit Sah) | Uni-Agro Plantations (Terengganu) Sdn Bhd ("Uni-Agro") | <p>The company is to obtain the approval for the change of express conditions, from "Ternakan Air/Tanaman Buah-buahan", to those suitable for the current use of the land, which is currently planted with oil palm.</p> <p>The SC had vide its letter dated 11 January 2008 approved the Company's application for extension of time for compliance is up to 31 December 2008 to comply with the outstanding condition.</p> <p>The approval of the SC is conditional upon the following:-</p> <p>I) The Company is to announce the status of compliance to Bursa Malaysia Securities Berhad every 6 months; and</p> <p>II) The Company or CIMB Investment Bank Berhad is to inform the SC of the status of compliance once the announcement has been made to Bursa Malaysia Securities Berhad.</p> | <p>Application for the change of express conditions for PT No. 803 was submitted to the Pejabat Pengarah Tanah dan Galian Terengganu ("PPTGT") on 24 October 2004.</p> <p>The PPTGT had on 30 June 2005 informed Uni-Agro that its application for the change of express conditions had been postponed until the proposed land acquisition for the East Coast Expressway by the State Government of Terengganu which involves, amongst others, a part of the land held under PT No. 803 is completed.</p> <p>Uni-Agro had received Borang E, Akta Pengambilan Tanah, 1960 (Seksyen 10) dated 2 September 2007 for the compulsory acquisition of 68.3940 ha out of PT No. 803.</p> <p>Uni-Agro had on 3 June 2008 received a letter of rejection for the change of express conditions from Pejabat Tanah Kemaman dated 2 January 2008.</p> <p>Subsequently, Uni-Agro had on 14 July 2008 submitted a letter of appeal to Pejabat Tanah Kemaman and is awaiting their decision.</p> |

(b) Status of Utilisation of Proceeds Raised from Corporate Proposal

There was no corporate proposal involving fund raising.



9. Group Borrowings and Debt Securities

Group borrowings as at the end of the reporting period are as follows:-

| | RM'000 |
|------------------------------------------------|----------------------|
| <u>Long Term Borrowings</u> | |
| Secured term loans | 381,548 |
| Unsecured term loan | 65,000 |
| Sukuk Ijarah | 210,000 |
| Less: Current portion of long term borrowings | <u>(127,512)</u> |
| | <u>529,036</u> |
| <u>Short Term Borrowings</u> | |
| Secured | |
| - Revolving credit | 30,000 |
| - Murabahah Commercial Paper/Medium Term Notes | 190,000 |
| | 220,000 |
| Unsecured | |
| - Revolving credit | 138,500 |
| - Bankers' acceptance | 220,315 |
| | 358,815 |
| Current portion of long term borrowings | 127,512 |
| | <u>706,327</u> |
| Total | <u>1,235,363</u> |

10. Off Balance Sheet Financial Instruments

There were no off balance sheet financial instruments as at 27 February 2009, being the latest practicable date.



11. Changes in Material Litigation

There was no pending material litigation as at 27 February 2009, being the latest practicable date.

12. Dividend

The Board of Directors does not recommend any dividend for the period ended 31 December 2008.

13. Earnings Per Share

(a) Basic earnings per share

The calculation of basic earnings per share for the current year to date is based on the profit for the financial year attributable to equity holders of the Company of RM157,167,949 and the number of ordinary shares outstanding during the current year to date of 296,470,484.

(b) Diluted earnings per share

Currently, there are potential TPB ordinary shares comprising RM160,000,000 nominal value 10-year 3% irredeemable convertible unsecured loan stocks ("TPB ICULS") that were issued on 28 February 2006. The profit for the period attributable to equity holders of the Company used in computing the diluted earnings per share has been adjusted as follows:-

| | Current Year To Date RM'000 | Prior Year To Date RM'000 |
|---------------------------------------------------------------------------------------------------|--------------------------------------------|------------------------------------------|
| Profit attributable to equity holders of the Company | 157,168 | 147,649 |
| Effect of assumed conversion of TPB ICULS | 6,331 | 4,768 |
| Profit attributable to equity holders of the Company including assumed conversion of TPB ICULS | 163,499 | 152,417 |

As the diluted earnings per share is derived from the assumed conversion of the TPB ICULS, it does not affect the issued share capital of the Company. Thus, the number of ordinary shares used in computing the diluted earnings per share is the same as that used in computing the basic earnings per share.

The amount derived is "anti-dilutive" as at 31 December 2008.



BY ORDER OF THE BOARD

MOHAMAD AFFENDI BIN YUSOFF (LS007158)
SAKINAH BINTI ABDUL KADIR (MAICSA 7000087)
Company Secretaries

Kuala Lumpur
27 February 2009