

Company No: 419232-K

**TA ANN HOLDINGS BERHAD**  
(Incorporated in Malaysia)

**Condensed consolidated statement of financial position**  
**As at 31 March 2021 - unaudited**

	Note	31 March 2021 RM'000	31 December 2020 RM'000
<b>Assets</b>			
Property, plant and equipment		754,609	757,105
Right-of-use assets		211,308	214,077
Bearer plants		522,412	520,227
Biological assets		122,425	121,691
Investment in associates		233,598	225,232
Deferred tax assets		29,700	29,700
Goodwill		79,665	79,665
Other intangible assets		9,911	10,810
<b>Total non-current assets</b>		<b>1,963,628</b>	<b>1,958,507</b>
Inventories		144,948	154,792
Biological assets		108,776	94,099
Trade and other receivables	14	76,220	65,640
Current tax assets		160	728
Other investment	23	1,028	1,028
Cash and cash equivalents	22	243,077	271,358
<b>Total current assets</b>		<b>574,209</b>	<b>587,645</b>
<b>Total assets</b>		<b>2,537,837</b>	<b>2,546,152</b>
<b>Financed by:</b>			
<b>Capital and reserves</b>			
Share capital		444,844	444,844
Treasury shares		(10,417)	(10,417)
Foreign exchange translation reserve		13,818	14,098
Retained earnings		1,016,987	998,035
<b>Total equity attributable to owners of the Company</b>		<b>1,465,232</b>	<b>1,446,560</b>
<b>Non-controlling interests</b>		<b>124,856</b>	<b>117,998</b>
<b>Total equity</b>		<b>1,590,088</b>	<b>1,564,558</b>
<b>Liabilities</b>			
Deferred tax liabilities		204,744	200,066
Deferred income		29,100	29,154
Borrowings	26	210,713	223,540
Employee benefits		37,283	37,283
Lease liabilities		9,432	9,535
<b>Total non-current liabilities</b>		<b>491,272</b>	<b>499,578</b>
Trade and other payables		176,275	178,409
Lease liabilities		4,404	5,420
Deferred income		2,553	2,502
Borrowings	26	248,011	272,923
Employee benefits		9,238	7,936
Current tax liabilities		15,996	14,826
<b>Total current liabilities</b>		<b>456,477</b>	<b>482,016</b>
<b>Total liabilities</b>		<b>947,749</b>	<b>981,594</b>
<b>Total equity and liabilities</b>		<b>2,537,837</b>	<b>2,546,152</b>
<b>Net assets per share (RM)</b>		<b>3.29</b>	<b>3.25</b>

The unaudited condensed consolidated statement of financial position should be read in conjunction with the audited financial statements for the year ended 31 December 2020 and the accompanying explanatory notes attached to the interim financial statements.

## Condensed consolidated statement of profit or loss and other comprehensive income

For the period ended 31 March 2021 - unaudited

	Note	Individual Quarter		Cumulative Quarter	
		Current Year Quarter Ended 31 March 2021 RM'000	Preceding Year Corresponding Quarter Ended 31 March 2020 RM'000	Current Year to date 31 March 2021 RM'000	Preceding Year Corresponding Period Ended 31 March 2020 RM'000
<b>Revenue</b>	9	340,621	252,601	340,621	252,601
Cost of sales		(270,944)	(199,324)	(270,944)	(199,324)
<b>Gross profit</b>		69,677	53,277	69,677	53,277
Finance income		898	480	898	480
Other operating income		3,560	1,357	3,560	1,357
Unrealised gain in foreign exchange		123	95	123	95
Distribution costs		(20,752)	(15,535)	(20,752)	(15,535)
Administrative expenses		(9,122)	(9,621)	(9,122)	(9,621)
Other expenses		(1,476)	(3,346)	(1,476)	(3,346)
<b>Profit from operations</b>		42,908	26,707	42,908	26,707
Finance costs		(3,712)	(5,473)	(3,712)	(5,473)
Share of profit/(loss) of equity-accounted investee, net of tax		8,366	(672)	8,366	(672)
<b>Profit before tax</b>	9	47,562	20,562	47,562	20,562
Tax expense	21	(10,837)	(6,421)	(10,837)	(6,421)
<b>Profit after tax</b>		36,725	14,141	36,725	14,141
Change in fair value of biological assets		11,108	(2,890)	11,108	(2,890)
<b>Profit after change in fair value of biological assets</b>		47,833	11,251	47,833	11,251
<b>Item that is or may be reclassified subsequently to profit or loss</b>					
Foreign exchange translation differences for foreign operations		(280)	(9,400)	(280)	(9,400)
<b>Other comprehensive income for the period, net of tax</b>		(280)	(9,400)	(280)	(9,400)
<b>Total comprehensive income for the period</b>		47,553	1,851	47,553	1,851
<b>Profit attributable to:</b>					
Owners of the Company		40,975	10,245	40,975	10,245
Non-controlling interests		6,858	1,006	6,858	1,006
<b>Profit after change in fair value of biological assets</b>		47,833	11,251	47,833	11,251
<b>Total comprehensive income attributable to:</b>					
Owners of the Company		40,695	845	40,695	845
Non-controlling interests		6,858	1,006	6,858	1,006
<b>Total comprehensive income for the period</b>		47,553	1,851	47,553	1,851
<b>Earnings per share attributable to owners of the Company :</b>					
Basic/Diluted earnings per ordinary share (sen)	30	9.30	2.33	9.30	2.33

The unaudited condensed consolidated statement of profit or loss and other comprehensive income should be read in conjunction with the audited financial statements for the year ended 31 December 2020 and the accompanying explanatory notes attached to the interim financial statements.

Company No: 419232-K

TA ANN HOLDINGS BERHAD  
(Incorporated in Malaysia)

Condensed consolidated statement of changes in equity  
For the period ended 31 March 2021 - unaudited

	← Attributable to owners of the Company →				Total	Non- controlling interests	Total equity
	Share capital	Treasury shares	Foreign exchange translation reserve	Retained earnings			
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
<b>At 1 January 2021</b>	444,844	(10,417)	14,098	998,035	1,446,560	117,998	1,564,558
Foreign exchange translation differences	-	-	(280)	-	(280)	-	(280)
Total other comprehensive income for the period	-	-	(280)	-	(280)	-	(280)
Profit after change in fair value of biological assets	-	-	-	40,975	40,975	6,858	47,833
<b>Total comprehensive income for the period</b>	-	-	(280)	40,975	40,695	6,858	47,553
<i>Contributions by and distributions to owners of the Company</i>							
- Dividends to owners of the Company	-	-	-	(22,023)	(22,023)	-	(22,023)
<b>Total transactions with owners of the Company</b>	-	-	-	(22,023)	(22,023)	-	(22,023)
<b>At 31 March 2021</b>	444,844	(10,417)	13,818	1,016,987	1,465,232	124,856	1,590,088
<b>At 1 January 2020</b>	444,844	(10,417)	5,546	1,009,007	1,448,980	99,933	1,548,913
Foreign exchange translation differences	-	-	(9,400)	-	(9,400)	-	(9,400)
Total other comprehensive income for the period	-	-	(9,400)	-	(9,400)	-	(9,400)
Profit after change in fair value of biological assets	-	-	-	10,245	10,245	1,006	11,251
<b>Total comprehensive income for the period</b>	-	-	(9,400)	10,245	845	1,006	1,851
<i>Contributions by and distributions to owners of the Company</i>							
- Dividends to owners of the Company	-	-	-	(22,023)	(22,023)	-	(22,023)
<b>Total transactions with owners of the Company</b>	-	-	-	(22,023)	(22,023)	-	(22,023)
<b>Treasury shares purchased</b>	-	-	-	7,881	7,881	(12,113)	(4,232)
<b>At 31 March 2020</b>	444,844	(10,417)	(3,854)	1,005,110	1,435,683	88,826	1,524,509

The unaudited condensed consolidated statement of changes in equity should be read in conjunction with the audited financial statements for the year ended 31 December 2020 and the accompanying explanatory notes attached to the interim financial statements.

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**TA ANN HOLDINGS BERHAD**  
**(Incorporated in Malaysia)**

**Condensed consolidated statement of cash flows**  
**For the period ended 31 March 2021 - unaudited**

	<b>1 January 2021 to 31 March 2021 RM'000</b>	<b>1 January 2020 to 31 March 2020 RM'000</b>
<b>Cash flows from operating activities</b>		
Profit before tax	47,562	20,562
<i>Adjustments for:</i>		
Amortisation of bearer plants	6,392	6,512
Depletion of biological assets	354	244
Amortisation of other intangible assets	896	604
Depreciation of property, plant and equipment	11,846	14,135
Depreciation of right-of-use assets	2,141	1,781
Deferred income recognised as income	(636)	(535)
Finance costs	3,712	5,473
Finance income	(898)	(480)
Gain on disposal of property, plant and equipment	(1,284)	(204)
Property, plant and equipment written off	14	275
Unrealised foreign exchange gain	(123)	(95)
Employee benefits	1,380	1,265
Share of (profit)/loss of equity-accounted investee, net of tax	(8,366)	672
Operating profit before changes in working capital	<u>62,990</u>	<u>50,209</u>
Changes in working capital:		
Inventories	10,155	9,928
Trade and other receivables, prepayments and other assets	(14,768)	22,600
Trade and other payables	16,630	(34,342)
Cash generated from operations	<u>75,008</u>	<u>48,395</u>
Interest paid	(2,026)	(3,271)
Income tax paid	(8,302)	(6,196)
Employee benefits paid	(36)	(201)
Net cash from operating activities	<u>64,644</u>	<u>38,727</u>
<b>Cash flows from investing activities</b>		
Acquisition of property, plant and equipment	(6,142)	(4,504)
Proceeds from disposal of property, plant and equipment	1,831	249
Addition to biological assets	(1,099)	(1,258)
Addition to bearer plants	(7,271)	(5,557)
Dividend received from associate	4,248	-
Interest received	898	480
Acquisition of non-controlling interests	-	(4,232)
Net cash used in investing activities	<u>(7,535)</u>	<u>(14,822)</u>
<b>Cash flows from financing activities</b>		
Dividends to owners of the Company	(44,046)	-
(Repayment of)/ Proceeds from borrowings/trade financing	(38,703)	1,129
Payment of lease liabilities	(1,148)	(1,976)
Hire purchase financing interest paid	(87)	(65)
Term loan interest/profit paid	(1,619)	(2,092)
Net cash used in financing activities	<u>(85,603)</u>	<u>(3,004)</u>
<b>Net (decrease)/ increase in cash and cash equivalents</b>	(28,494)	20,901
<b>Effect of exchange rate fluctuations on cash held</b>	214	(627)
<b>Cash and cash equivalents at 1 January</b>	<u>271,358</u>	<u>109,979</u>
<b>Cash and cash equivalents at 31 March (Note 22)</b>	<u>243,077</u>	<u>130,253</u>

The unaudited condensed consolidated statement of cash flows should be read in conjunction with the audited financial statements for the year ended 31 December 2020 and the accompanying explanatory notes attached to the interim financial statements.

**TA ANN HOLDINGS BERHAD**

**Notes to the interim financial report**

**1 Basis of Preparation**

The interim financial report has been prepared in accordance with MFRS 134: *Interim Financial Reporting* and paragraph 9.22 of Listing Requirements of the Bursa Malaysia Securities Berhad.

The preparation of an interim financial report in conformity with MFRS 134: *Interim Financial Reporting*, requires management to make judgements, estimates and assumptions that affect the application of policies and reported amounts of assets and liabilities, income and expenses on a year-to-date basis. Actual results may differ from these estimates.

This interim financial report should be read in conjunction with the audited financial statements for the year ended 31 December 2020. It contains unaudited condensed consolidated financial statements and selected explanatory notes. The notes include an explanation of events and transactions that are significant to an understanding of the changes in financial position and performance of the Group since the year ended 31 December 2020. The condensed consolidated interim financial report and notes thereon do not include all of the information required for a full set of financial statements prepared in accordance with Malaysian Financial Reporting Standards (MFRS).

The statutory financial statements for the year ended 31 December 2020 are available from the Company's registered office.

**2 Significant Accounting Policies**

The significant accounting policies adopted in the preparation of this interim financial report are consistent with those in the audited financial statements for the year ended 31 December 2020, except for the adoption of the following accounting standards, amendments and interpretations:

- Amendments to MFRS 16, *Leases – Covid-19-Related Rent Concessions*
- Amendments to MFRS 9, *Financial Instruments*, MFRS 139, *Financial Instruments: Recognition and Measurement* and MFRS 7, *Financial Instruments: Disclosures*, MFRS 4, *Insurance Contract* and MFRS 16, *Leases – Interest Rate Benchmark Reform - Phase 2*

The adoption of the accounting standards, amendments and interpretations has no material impact to the Group's consolidated financial statements of the current quarter or the comparative consolidated financial statements of the prior financial year.

**3 Auditors' Report on Preceding Annual Financial Statements**

The auditors have expressed an unqualified opinion on the audited financial statements for the year ended 31 December 2020 in their report dated 26 April 2021.

**4 Seasonality or Cyclicity of Operations**

The Group's operations were not subject to any seasonal or cyclical changes for the current quarter under review.

**5 Unusual Items**

There are no unusual items that have any material impact on the interim financial report.

**6 Changes in Estimates**

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

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## TA ANN HOLDINGS BERHAD

### Notes to the interim financial report

#### 7 Debt and Equity Securities, Share Buy-back

There were no issuances or repayment of debt or equity securities during the financial quarter under review.

As at 31 March 2021, the number of ordinary shares repurchased in an earlier period and retained as treasury shares is 4,382,000 shares.

#### 8 Dividend

A second interim single-tier ordinary dividend of 5 sen per ordinary share for the financial year ended 31 December 2020, amounting to RM22,023,095 was declared on 22 March 2021 and paid on 23 April 2021 to depositors registered in the Record of Depositors at the close of business on 7 April 2021.

No dividend has been proposed by the Directors for the financial quarter under review (corresponding period in Year 2020: Nil).

#### 9 Segmental Reporting

	Revenue from external customers		Profit before tax	
	Period ended 31 March			
	2021	2020	2021	2020
	RM'000	RM'000	RM'000	RM'000
Timber products	69,416	78,576	4,432	7,681
Oil palm	271,057	173,980	42,920	12,953
Reforestation	98	4	73	(87)
Property development	50	41	137	15
	<u>340,621</u>	<u>252,601</u>	<u>47,562</u>	<u>20,562</u>

#### 10 Valuation of Property, Plant and Equipment

There were no valuation of property, plant and equipment of the Group during the financial quarter under review.

#### 11 Subsequent Events

There were no significant events that have occurred during the interval between the end of the current quarter and the date of this announcement.

#### 12 Changes in Composition of the Group

There were no changes in the composition of the Group during the financial quarter under review.

#### 13 Contingent Liabilities or Assets

There were no material changes in the contingent liabilities or assets since the last annual reporting date.

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**Notes to the interim financial report**

**14 Trade and Other Receivables**

	<b>As At 31 March 2021 RM'000</b>	<b>As At 31 December 2020 RM'000</b>
<b>Current assets</b>		
Trade receivables	60,131	44,248
Interest receivable	2	-
Other receivables	2,162	6,842
Deposits	4,526	4,593
Prepayments		
-Plant and machinery	1,492	649
-Others	7,906	9,307
Other advances	1	1
	<u>76,220</u>	<u>65,640</u>

**15 Capital Commitments**

	<b>As At 31 March 2021 RM'000</b>
<b>Property, plant and equipment</b>	
- Contracted but not provided for	<u>226</u>

**16. Review of Performance**

For the quarter under review, the Group reported a revenue of RM340.62 million as compared to RM252.60 million recorded in the corresponding quarter in 2020. The Group's profit before tax and its net profit were at RM47.56 million and RM47.83 million respectively for the quarter under review as compared to RM20.56 million and RM11.25 million of the corresponding quarter in 2020.

The significant surge in revenue income and profit were mainly driven by higher average selling prices for Crude Palm Oil ('CPO') and Fresh Fruit Bunches ('FFB') which increased by 45% and 49% respectively.

The Group had recognized a profit from the changes in the fair value of the biological assets amounting to RM11.11 million during the current quarter under review as compared to a loss of RM2.89 million in the corresponding quarter.

**17 Variation of Results compared to the Preceding Quarter**

Group revenue income and profit before tax stood at RM340.62 million and RM47.56 million respectively in the quarter under review as compared to RM363.32 million and RM23.06 million respectively in the preceding quarter.

Higher profit was boosted up by the buoyant average selling price for CPO and FFB which went up by 21% and 18% respectively despite lower sales volumes achieved for CPO and FFB which decreased by of 22% and 21% respectively.

**TA ANN HOLDINGS BERHAD**

**Notes to the interim financial report**

**18 Current Year Prospects**

With the achievement of full certification in compliance with statutory requirements for the Group's timber resources, the Group has strengthened its position to manage the forest resources in a sustainable manner. Market demand for certified forest resources has placed the Group in a favorable position in the industry.

The Group's plantation business has benefited from the prevailing palm oil prices. CPO prices are anticipated to maintain at current levels, due mainly to the surge in soya prices. As such, the oil palm division will continue to be the Group's prime revenue and profit driver.

The Group has adhered strictly and complied with standard SOPs as well as stringent guidelines to ensure a safe working environment for its employees while maintaining sustainable operations during the current Covid-19 pandemic. The Group has also provided additional welfare benefits to its employees whilst anticipating economic recovery from the Covid-19 pandemic.

Barring any unforeseen circumstances, the Board of Directors anticipates a satisfactory financial performance for the financial year 2021.

**19 Profit Forecast**

Not applicable as the Group did not publish any profit forecast.

**20 Profit after change in fair value of biological assets**

	Individual Quarter 3 months ended 31 March		Cumulative Quarter Period ended 31 March	
	2021 RM'000	2020 RM'000	2021 RM'000	2020 RM'000
<b>Profit after change in fair value of biological assets is arrived at after crediting/(charging):</b>				
Finance income	898	480	898	480
Finance costs	(3,712)	(5,473)	(3,712)	(5,473)
Depreciation and amortisation	(21,629)	(23,276)	(21,629)	(23,276)
Gain on disposal of property, plant and equipment	1,284	204	1,284	204
Property, plant and equipment written off	(14)	(275)	(14)	(275)
Foreign exchange gain				
- realised	1,610	1,201	1,610	1,201
- unrealised	123	95	123	95

Save as disclosed above, the other items required to be disclosed under Appendix 9B, Part A (16) of the Bursa Listing Requirements are not applicable.



## TA ANN HOLDINGS BERHAD

## Notes to the interim financial report

## 21 Tax Expense

The taxation charges of the Group for the period under review are as follows:

	Individual Quarter 3 months ended 31 March		Cumulative Quarter Period ended 31 March	
	2021 RM'000	2020 RM'000	2021 RM'000	2020 RM'000
Income tax expense				
continuing operations	10,837	6,421	10,837	6,421
Share of tax of equity-accounted associates	2,642	-	2,642	-
<b>Total taxation</b>	<b>13,479</b>	<b>6,421</b>	<b>13,479</b>	<b>6,421</b>
Current tax expense				
- Current year	10,040	5,629	10,040	5,629
Deferred tax expense				
- Current year	797	792	797	792
Share of tax of equity-accounted associates	2,642	-	2,642	-
<b>Total tax expense</b>	<b>13,479</b>	<b>6,421</b>	<b>13,479</b>	<b>6,421</b>
<b>Reconciliation of tax expense</b>				
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
Profit after change in fair value of biological assets	47,833	11,251	47,833	11,251
Change in fair value of biological assets	(11,108)	2,890	(11,108)	2,890
<b>Total tax expense</b>	<b>13,479</b>	<b>6,421</b>	<b>13,479</b>	<b>6,421</b>
Profit excluding tax	50,204	20,562	50,204	20,562
Tax calculated using Malaysian tax rate of 24% (2020: 24%)				
- Prima facie income tax expense	12,049	4,935	12,049	4,935
- Non-deductible expenses	1,430	1,040	1,430	1,040
- Movements in unrecognised deferred tax assets	-	446	-	446
<b>Tax expense for the period</b>	<b>13,479</b>	<b>6,421</b>	<b>13,479</b>	<b>6,421</b>

## 22 Cash and Cash Equivalents

Cash and cash equivalents included in the statement of cash flows comprise the following amounts:

	As at 31 March 2021 RM'000	As at 31 March 2020 RM'000
Cash in hand	130	66
Cash at banks	226,453	129,097
Fixed deposits with original maturities not exceeding three months	16,494	1,090
	<u>243,077</u>	<u>130,253</u>

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Notes to the interim financial report

23 Other Investment

	As at 31 March 2021 RM'000	As at 31 March 2020 RM'000
Fixed deposits with original maturities exceeding three months	1,028	-

24 Unquoted Investment and Properties

There was no sale of unquoted investments and/or properties during the financial quarter under review.

24 Quoted Investments

There was no purchase or disposal of quoted securities during the financial quarter under review.

25 Status of Corporate Proposal

There were no corporate proposals announced or pending completion as at the date of this announcement.

26 Group Borrowings and Debt Securities

Total Group borrowings as at 31 March 2021 were as follows: -

		As at 31 March 2021 RM'000
<b><u>Current</u></b>		
<i>Denominated in Ringgit Malaysia</i>		
<b>Unsecured -</b>	Bankers' acceptances/ Export credit refinancing	16,407
	Revolving credits	140,000
	Term loans	
	- Conventional	7,721
	- Islamic	21,820
<b>Secured -</b>	Hire purchase financing	3,569
	Revolving credits	26,000
	Term loans	32,494
		248,011
<b><u>Non-current</u></b>		
<i>Denominated in Ringgit Malaysia</i>		
<b>Unsecured -</b>	Term loans	
	- Islamic	58,240
<b>Secured -</b>	Hire purchase financing	3,427
	Revolving credits	52,000
	Term loans	97,046
		210,713
<b>Total</b>		458,724

**27 Material Litigation**

There are no pending material litigations as at the date of this announcement other than the followings:

On 26 August 2014, Sumen Bin Gasan and 6 others claiming to be inhabitants of Melanau and Iban communities and villages situated at Kampung Kebuaw Lama, Kampung Baru Sungai Sah, Kebuaw and Sungai Ilas Batang Igan within the provisional lease of the state land known as Lot 2 Block 3 Lassa Land District held by TAPIPSB and four other external defendants not within the Ta Ann Group filed a claim with the Sibiu High Court for various orders, relief and damages including a declaration that the issuance of the said provisional lease covering the plaintiffs' claimed areas of approximately 719 hectares was unlawful, unconstitutional, null and void. The maximum exposure to liabilities will be confined to the approximately 719 hectares claimed by the plaintiffs and Ta Ann is unable to determine the monetary liability impact pending the outcome of the trial.

At the pre-trial case management hearing for this suit in March 2015, the plaintiffs' claim was struck out by the Court with liberty to file afresh due to non-compliance with pre-trial directions.

On 13 October 2015, the plaintiff refiled the Writ and Statement of Claim. The trial of the case has ended on 4 November 2016. The High Court has given directions to prepare written submissions and bundles of authorities.

During the clarification hearing on 3 February 2017, the Plaintiffs' counsel had informed the Court in light of the decision of the Federal Court case of TR Sandah (which clearly recognise the temudak and cultivated lands although rejecting the claims on pulau galau and pemakai menoa as having no force of law) that he was considering whether to proceed with the case or to concede with survey of the cleared area based on the aerial photograph of the area in question. His clients brought this matter back to their village for discussion but they have not come to a decision yet.

The Honourable Judge asked if the parties could come to an agreement or settlement perhaps to allow the Plaintiffs' claim for the temudak (cleared or cultivated lands), and agree for a survey to be done for the temudak and cleared or cultivated lands guided by the aerial photograph interpretation. This would mean that the Plaintiff will concede their claim for the pemakai menoa and pulau galau. All these will be done on without admission of liability basis.

Sibu High Court dismissed the claim on 13 February 2018.

The plaintiffs had on 9 March 2018 filed a notice of appeal against the Sibiu High Court's decision and had on 30 May 2018, served a record of appeal to the Court of Appeal.

The Court of appeal had fixed the case for the hearing on 16 July 2020. The hearing of the appeal which was fixed on 16 July 2020 was vacated and was re-fixed on 10 August 2020 for the case management hearing.

After the pre-trial case management hearing for this suit on 10 August 2020, the parties had applied to the High Court on 24 August 2020 to amend the High Court order to correct the claimed land area.

Due to the recent decision of the Federal Court leave granted in TR Rama Bungkong case and TR Samba's case to revisit the TR Sandah case, the Court of Appeal has re-fixed the case for case management hearing on 3 May 2021. The case management was postponed to 7 July 2021, pending a decision by the Federal Court on the NCR law.

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Notes to the interim financial report

28 Significant Related Party Transactions

The Group entered into the following transactions with related parties, other than compensations to Directors and other key management personnel (see Note 29), during the current financial period:

	Period ended 31 March	
	2021 RM'000	2020 RM'000
<b>Transactions with associates</b>		
Purchase of fresh fruit bunches	6,846	4,067
Purchase of palm kernel shell	186	-
Sales of fresh fruit bunches	(1,233)	(1,221)
Sales of logs and timber products	(83)	(65)
Sales of property, plant and equipment	-	(70)
Sales of seedling	-	(1)
Contract income	(491)	(1)
Hiring income	-	(2)
<b>Transactions with companies connected to certain Directors of the Company and its subsidiaries</b>		
Contract fees and fuel surcharge	4,767	5,156
Food ration expenses	90	163
Handling fees, transportation & freight charges	5,032	3,038
Repair and maintenance	74	-
Insurance premium	657	468
Purchase of fresh fruit bunches	65,197	40,585
Purchase of property, plant and equipment	-	34
Rental of premises paid	55	17
Purchase of spare parts, fertiliser & consumables	1,743	2,461
Purchase of logs and timber products	854	1,208
Security charges	16	21
Computer hardware & software development fees	845	178
Purchase of diesel and lubricants	4,758	5,260
Sales of logs and timber products	(1,249)	(664)
Sales of fresh fruit bunches	(16,219)	(10,142)
Sales of palm kernel shell and bunch ash	(96)	(461)
Hiring income	-	(11)
Income from rental of premises	(23)	(38)
Handling fee received	(627)	(585)
Transport subsidised	(325)	(339)
	=====	=====

Notes to the interim financial report

**29 Key Management Personnel Compensation**

Compensations to key management personnel are as follows:

	<b>Period ended 31 March</b>	
	<b>2021</b>	<b>2020</b>
	<b>RM'000</b>	<b>RM'000</b>
Directors		
- Fees	169	169
- Remunerations	1,017	1,077
	<u>1,186</u>	<u>1,246</u>
Other key management personnel		
- Fees	27	27
- Remunerations	1,149	960
	<u>1,176</u>	<u>987</u>
Total	<u>2,362</u>	<u>2,233</u>

**30 Earnings Per Share**

	<b>3 months ended</b>	<b>Period ended</b>
	<b>31 March 2021</b>	<b>31 March 2021</b>
(a) <b>Basic</b>		
Net profit attributable to ordinary owners of the Company ('000)	<u>RM40,975</u>	<u>RM40,975</u>
Weighted average number of ordinary shares in issue ('000)	<u>440,462</u>	<u>440,462</u>
Basic earnings per ordinary share (sen)	<u>9.30</u>	<u>9.30</u>
(b) <b>Diluted</b>	<u>9.30</u>	<u>9.30</u>

**31 Gain/Losses arising from Fair Value Changes of Financial Liabilities**

There were no gains or losses arising from fair value changes of financial liabilities for the current quarter ended 31 March 2021.

**32 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 25 May 2021.