

Company No: 419232-K

TA ANN HOLDINGS BERHAD
(Incorporated in Malaysia)

Condensed consolidated statement of financial position
As at 30 September 2021 - unaudited

	Note	30 September 2021 RM'000	31 December 2020 RM'000
Assets			
Property, plant and equipment		735,533	757,105
Right-of-use assets		208,098	214,077
Bearer plants		528,568	520,227
Biological assets		122,573	121,691
Investment in associates		256,106	225,232
Deferred tax assets		29,431	29,700
Goodwill		79,665	79,665
Other intangible assets		8,108	10,810
Total non-current assets		1,968,082	1,958,507
Inventories		148,163	154,792
Biological assets		155,858	94,099
Trade and other receivables	14	61,233	65,640
Current tax assets		324	728
Other investment	23	1,028	1,028
Cash and cash equivalents		363,471	271,358
Total current assets		730,077	587,645
Total assets		2,698,159	2,546,152
Financed by:			
Capital and reserves			
Share capital		444,844	444,844
Treasury shares		(10,417)	(10,417)
Foreign exchange translation reserve		12,068	14,098
Retained earnings		1,150,487	998,035
Total equity attributable to owners of the Company		1,596,982	1,446,560
Non-controlling interests		160,975	117,998
Total equity		1,757,957	1,564,558
Liabilities			
Deferred tax liabilities		227,299	200,066
Deferred income		26,576	29,154
Borrowings	27	171,556	223,540
Employee benefits		39,663	37,283
Lease liabilities		9,390	9,535
Total non-current liabilities		474,484	499,578
Trade and other payables		170,851	178,409
Lease liabilities		2,611	5,420
Deferred income		2,437	2,502
Borrowings	27	239,775	272,923
Employee benefits		8,246	7,936
Current tax liabilities		41,798	14,826
Total current liabilities		465,718	482,016
Total liabilities		940,202	981,594
Total equity and liabilities		2,698,159	2,546,152
Net assets per share (RM)		3.59	3.25

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 30 September 2021 - unaudited

	Note	Individual Quarter		Cumulative Quarter	
		Current Year Quarter Ended 30 September 2021 RM'000	Preceding Year Corresponding Quarter Ended 30 September 2020 RM'000	Current Year to date 30 September 2021 RM'000	Preceding Year Corresponding Period Ended 30 September 2020 RM'000
Revenue	9	486,857	353,371	1,282,822	854,676
Cost of sales		(331,942)	(258,285)	(927,169)	(658,340)
Gross profit		154,915	95,086	355,653	196,336
Finance income		1,012	624	2,792	1,606
Other operating income		2,934	3,664	9,423	7,668
Unrealised (loss) / gain in foreign exchange		(10)	1	83	(485)
Distribution costs		(29,583)	(18,193)	(77,210)	(49,331)
Administrative expenses		(11,691)	(10,419)	(32,970)	(33,294)
Other expenses		(1,971)	(5,871)	(5,028)	(10,680)
Profit from operations		115,606	64,892	252,743	111,820
Finance costs		(3,244)	(4,335)	(10,370)	(15,267)
Share of profit of equity-accounted investee, net of tax		13,631	8,750	35,123	13,829
Profit before tax	9	125,993	69,307	277,496	110,382
Tax expense	21	(26,118)	(15,291)	(60,096)	(27,928)
Profit after tax		99,875	54,016	217,400	82,454
Change in fair value of biological assets		26,090	1,643	46,798	1,985
Profit after change in fair value of biological assets		125,965	55,659	264,198	84,439
Item that is or may be reclassified subsequently to profit or loss					
Foreign exchange translation differences for foreign operations		(2,510)	1,595	(2,030)	5,758
Other comprehensive income for the period, net of tax		(2,510)	1,595	(2,030)	5,758
Total comprehensive income for the period		123,455	57,254	262,168	90,197
Profit attributable to:					
Owners of the Company		103,293	42,769	218,405	66,271
Non-controlling interests		22,672	12,890	45,793	18,168
Profit after change in fair value of biological assets		125,965	55,659	264,198	84,439
Total comprehensive income attributable to:					
Owners of the Company		100,783	44,364	216,375	72,029
Non-controlling interests		22,672	12,890	45,793	18,168
Total comprehensive income for the period		123,455	57,254	262,168	90,197
Earnings per share attributable to owners of the Company :					
Basic/Diluted earnings per ordinary share (sen)	31	23.45	9.71	49.59	15.05

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 30 September 2021 - unaudited

	← Attributable to owners of the Company →						
	← Non-distributable →		Foreign exchange translation reserve	Distributable Retained earnings	Total	Non- controlling interests	Total equity
	Share capital RM'000	Treasury shares RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
At 1 January 2021	444,844	(10,417)	14,098	998,035	1,446,560	117,998	1,564,558
Foreign exchange translation differences	-	-	(2,030)	-	(2,030)	-	(2,030)
Total other comprehensive income for the period	-	-	(2,030)	-	(2,030)	-	(2,030)
Profit after change in fair value of biological assets	-	-	-	218,405	218,405	45,793	264,198
Total comprehensive income for the period	-	-	(2,030)	218,405	216,375	45,793	262,168
<i>Contributions by and distributions to owners of the Company</i>							
- Dividends to owners of the Company	-	-	-	(66,069)	(66,069)	-	(66,069)
- Dividends to non-controlling interests	-	-	-	-	-	(2,600)	(2,600)
Total transactions with owners of the Company	-	-	-	(66,069)	(66,069)	(2,600)	(68,669)
Changes in ownership of interests in subsidiaries	-	-	-	116	116	(216)	(100)
At 30 September 2021	444,844	(10,417)	12,068	1,150,487	1,596,982	160,975	1,757,957
At 1 January 2020	444,844	(10,417)	5,546	1,009,007	1,448,980	99,933	1,548,913
Foreign exchange translation differences	-	-	5,758	-	5,758	-	5,758
Total other comprehensive income for the period	-	-	5,758	-	5,758	-	5,758
Profit after change in fair value of biological assets	-	-	-	66,271	66,271	18,168	84,439
Total comprehensive income for the period	-	-	5,758	66,271	72,029	18,168	90,197
<i>Contributions by and distributions to owners of the Company</i>							
- Dividends to owners of the Company	-	-	-	(22,023)	(22,023)	-	(22,023)
- Dividends to non-controlling interests	-	-	-	-	-	(2,600)	(2,600)
Total transactions with owners of the Company	-	-	-	(22,023)	(22,023)	(2,600)	(24,623)
Changes in ownership of interests in subsidiaries	-	-	-	7,881	7,881	(6,170)	1,711
At 30 September 2020	444,844	(10,417)	11,304	1,061,136	1,506,867	109,331	1,616,198

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.

Company No: 419232-K

TA ANN HOLDINGS BERHAD
(Incorporated in Malaysia)

Condensed consolidated statement of cash flows
For the period ended 30 September 2021 - unaudited

	1 January 2021 to 30 September 2021 RM'000	1 January 2020 to 30 September 2020 RM'000
Cash flows from operating activities		
Profit before tax	277,496	110,382
<i>Adjustments for:</i>		
Amortisation of bearer plants	19,086	19,276
Depletion of biological assets	2,459	1,435
Amortisation of other intangible assets	2,688	2,221
Depreciation of property, plant and equipment	35,698	43,387
Depreciation of right-of-use assets	3,330	5,484
Deferred income recognised as income	(1,900)	(1,735)
Finance costs	10,370	15,267
Finance income	(2,792)	(1,606)
Gain on disposal of property, plant and equipment	(1,135)	(294)
Property, plant and equipment written off	436	268
Unrealised foreign exchange (gain) / loss	(83)	485
Employee benefits	3,508	2,535
Share of profit of equity-accounted investee, net of tax	(35,123)	(13,829)
Operating profit before changes in working capital	<u>314,038</u>	<u>183,276</u>
Changes in working capital:		
Inventories	6,714	30,499
Trade and other receivables, prepayments and other assets	176	49,797
Trade and other payables	<u>36,843</u>	<u>(9,050)</u>
Cash generated from operations	357,770	254,522
Interest paid	(5,694)	(8,987)
Income tax paid	(20,351)	(6,175)
Employee benefits paid	<u>(1,206)</u>	<u>(1,096)</u>
Net cash from operating activities	<u>330,519</u>	<u>238,264</u>
Cash flows from investing activities		
Acquisition of property, plant and equipment	(16,538)	(21,422)
Proceeds from disposal of property, plant and equipment	2,647	822
Proceeds from shares issued to non-controlling interests	-	5,943
Addition to biological assets	(1,636)	(2,919)
Addition to bearer plants	(25,425)	(19,503)
Dividend received from associate	8,496	4,248
Interest received	2,792	1,606
Acquisition of non-controlling interests	<u>(100)</u>	<u>(4,232)</u>
Net cash used in investing activities	<u>(29,764)</u>	<u>(35,457)</u>
Cash flows from financing activities		
Dividends to owners of the Company	(110,115)	(22,023)
Dividends to non-controlling interests	(2,600)	(2,600)
Repayment of borrowings/trade financing	(87,889)	(21,711)
Payment of lease liabilities	(2,870)	(5,261)
Hire purchase financing interest paid	(250)	(179)
Term loan interest/profit paid	<u>(4,644)</u>	<u>(6,684)</u>
Net cash used in financing activities	<u>(208,368)</u>	<u>(58,458)</u>
Net increase in cash and cash equivalents	92,387	144,349
Effect of exchange rate fluctuations on cash held	(274)	262
Cash and cash equivalents at 1 January	<u>271,358</u>	<u>109,979</u>
Cash and cash equivalents at 30 September (Note 22)	<u><u>363,471</u></u>	<u><u>254,590</u></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.

Company No : 419232-K

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.

Company No : 419232-K

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 30 September 2021, the number of ordinary shares repurchased in an earlier period and retained as treasury shares is 4,382,000 shares.

8 Dividend

A first interim single-tier ordinary dividend of 10 sen per ordinary share for the financial year ended 31 December 2021, amounting to RM44,046,190 was declared on 09 July 2021 and paid on 16 August 2021 to depositors registered in the Record of Depositors at the close of business on 27 July 2021.

The Board of Directors has declared second interim single-tier ordinary dividend for the financial year ending 31 December 2021 of 20 sen per ordinary share (corresponding period in Year 2020: 10 sen) to be paid on 24 January 2022 to depositors whose names appear in the Record of Depositors on 5 January 2022.

A depositor shall qualify for entitlement only in respect of:

(a) Securities transferred into Depositor's Securities Account before 4:00 p.m. on 5 January 2022 in respect of transfers; and

(b) Securities bought on Bursa Malaysia Securities Berhad on a cum entitlement basis according to the rules of the Bursa Malaysia Securities Berhad.

9 Segmental Reporting

	Revenue from external customers		Profit before tax	
	9 months ended 30 September			
	2021	2020	2021	2020
	RM'000	RM'000	RM'000	RM'000
Timber products	228,919	231,506	20,709	(2,706)
Oil palm	1,053,558	622,937	256,255	112,655
Reforestation	213	126	158	198
Property development	132	107	374	235
	1,282,822	854,676	277,496	110,382

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.

Company No : 419232-K

TA ANN HOLDINGS BERHAD

Notes to the interim financial report

14 Trade and Other Receivables

	As At 30 September 2021 RM'000	As At 31 December 2020 RM'000
Current assets		
Trade receivables	45,905	44,248
Other receivables	1,196	6,842
Deposits	4,170	4,593
Prepayments		
-Plant and machinery	784	649
-Others	9,177	9,307
Other advances	1	1
	<u>61,233</u>	<u>65,640</u>

15 Capital Commitments

	As At 30 September 2021 RM'000
Property, plant and equipment	
- Contracted but not provided for	<u>263</u>

16. Review of Performance

- (a) For the quarter under review, the Group reported a revenue of RM486.86 million as compared to RM353.37 million recorded in the corresponding quarter in 2020. The Group's profit before tax and its net profit were at RM125.99 million and RM125.97 million respectively for the quarter under review as compared to RM69.31 million and RM55.66 million for the corresponding quarter in 2020.

The significant increment in profit was attributed to overall higher average selling price by Crude Palm Oil ('CPO'), Fresh Fruit Bunches ('FFB'), plywood product and export logs by 62%, 68%, 21% and 33% respectively.

The Group had recognized a gain of RM26.09 million from the changes in the fair value of the biological assets during the current quarter under review as compared to a gain of RM1.64 million in the preceding corresponding quarter.

- (b) For the first nine months of 2021, the Group's revenue and net profit stood at RM1.28 billion and RM264.20 million respectively as compared to RM854.68 million and RM84.44 million of the corresponding period in year 2020.

Profit rose more than two times, given the much higher average selling prices of CPO and FFB by 63% and 71% respectively.

The Group has recognised a gain from the changes in the fair value of the biological assets amounting to RM46.80 million during the current period under review as compared to a gain of RM1.99 million in the preceding corresponding period.

Company No : 419232-K

TA ANN HOLDINGS BERHAD

Notes to the interim financial report

17 Variation of Results compared to the Preceding Quarter

Group revenue and profit before tax stood at RM486.86 million and RM125.97 million respectively in the quarter under review as compared to RM455.34 million and RM103.94 million respectively in the preceding quarter.

The better performance was contributed by higher achievement of FFB sales volume by 23% coupled with the higher average selling price for plywood product by 11%.

18 Current Year Prospects

The expected outlook for the 3rd quarter had come through positively. This was mainly attributed to favorable commodities prices due to global shortage of raw materials including food items, mineral resources, computer chips currently as a result of interruptions of supply chains caused by covid-19 pandemic. The last quarter of 2021 should see stability on the CPO, FFB and Group's export timber products on the back of a gradual opening up of major economies.

On a positive note, the easing of government policy on the movement control in stages starting mid-Oct is expected to help improve Group's manpower in both estates and mill operations. This will potentially lead to growth in FFB and CPO production.

Barring any unforeseen circumstances, the Board of Directors anticipates a record profit in terms of 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		Cumulative Quarter	
	3 months ended		9 months ended	
	30 September		30 September	
	2021	2020	2021	2020
	RM'000	RM'000	RM'000	RM'000
Profit after change in fair value of biological assets is arrived at after crediting/(charging):				
Finance income	1,012	624	2,792	1,606
Finance costs	(3,244)	(4,335)	(10,370)	(15,267)
Depreciation and amortisation	(22,431)	(24,547)	(63,261)	(71,803)
Gain on disposal of property, plant and equipment	124	189	1,135	294
Property, plant and equipment written off	(298)	(7)	(436)	(268)
Foreign exchange gain / (loss)				
- realised	2,533	2,030	5,680	4,550
- unrealised	(10)	1	83	(485)

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.

21 Tax Expense

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

	Individual Quarter 3 months ended 30 September		Cumulative Quarter 9 months ended 30 September	
	2021	2020	2021	2020
	RM'000	RM'000	RM'000	RM'000
Income tax expense continuing operations	26,118	15,291	60,096	27,928
Share of tax of equity-accounted associates	4,304	2,763	11,091	4,367
Total taxation	30,422	18,054	71,187	32,295
Current tax expense				
- Current year	20,715	15,307	48,095	25,713
- Prior year	(368)	-	(368)	-
	20,347	15,307	47,727	25,713
Deferred tax expense				
- Current year	5,771	(16)	12,369	2,215
Share of tax of equity-accounted associates	4,304	2,763	11,091	4,367
Total tax expense	30,422	18,054	71,187	32,295
Reconciliation of tax expense				
Profit after change in fair value of biological assets	125,965	55,659	264,198	84,439
Change in fair value of biological assets	(26,090)	(1,643)	(46,798)	(1,985)
Total tax expense	30,422	18,054	71,187	32,295
Profit excluding tax	130,297	72,070	288,587	114,749
Tax calculated using Malaysian tax rate of 24% (2020: 24%)				
- Prima facie income tax expense	31,271	17,297	69,261	27,540
- Non-deductible expenses	1,482	2,578	3,590	5,417
- Movements in unrecognised deferred tax assets	(1,963)	(687)	(1,296)	472
- Over provision in prior years	(368)	-	(368)	-
- others	-	(1,134)	-	(1,134)
Tax expense for the period	30,422	18,054	71,187	32,295

Company No : 419232-K

TA ANN HOLDINGS BERHAD

Notes to the interim financial report

22 Cash and Cash Equivalents

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

	As at 30 September 2021 RM'000	As at 30 September 2020 RM'000
Cash in hand	131	100
Cash at banks	307,802	252,983
Fixed deposits with original maturities not exceeding three months	55,538	1,507
	<u>363,471</u>	<u>254,590</u>

23 Other Investment

	As at 30 September 2021 RM'000	As at 31 December 2020 RM'000
Fixed deposits with original maturities exceeding three months	1,028	1,028

24 Unquoted Investment and Properties

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

25 Quoted Investments

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

26 Status of Corporate Proposal

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

Company No : 419232-K

TA ANN HOLDINGS BERHAD

Notes to the interim financial report

27 Group Borrowings and Debt Securities

Total Group borrowings as at 30 September 2021 were as follows: -

		As at 30 September 2021
		RM'000
<u>Current</u>		
<i>Denominated in Ringgit Malaysia</i>		
Unsecured -	Bankers' acceptances/ Export credit refinancing	20,054
	Revolving credits	136,000
	Term loans	
	- Islamic	22,120
Secured -	Hire purchase financing	3,577
	Revolving credits	26,000
	Term loans	32,024
		<hr/>
		239,775
<u>Non-current</u>		
<i>Denominated in Ringgit Malaysia</i>		
Unsecured -	Term loans	
	- Islamic	47,080
Secured -	Hire purchase financing	3,065
	Revolving credits	39,000
	Term loans	82,411
		<hr/>
		171,556
		<hr/>
Total		411,331

Company No : 419232-K

TA ANN HOLDINGS BERHAD

Notes to the interim financial report

28 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 Sibu 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 Sibu 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 granting leave 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 re-scheduled to 24 August 2021. During the case management hearing on 24 August 2021, the Court of Appeal fixed the next case management date on 13 October 2021, pending decision by the Federal Court on the NCR law.

During the case management hearing on 13 October 2021, the Court of Appeal fixed the hearing for the appeal on 28 February 2022, as the Federal Court has deferred the hearing on TR Rama Bungkong case to another date.

Company No : 419232-K

TA ANN HOLDINGS BERHAD

Notes to the interim financial report

29 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 30), during the current financial period:

	9 months ended 30 September	
	2021	2020
	RM'000	RM'000
Transactions with associates		
Purchase of fresh fruit bunches	36,257	15,446
Purchase of palm kernel shell	1,131	146
Sales of fresh fruit bunches	(1,233)	(1,222)
Sales of logs and timber products	(290)	(448)
Contract income	(491)	(611)
Transactions with companies connected to certain Directors of the Company and its subsidiaries		
Contract fees and fuel surcharge	14,275	13,918
Handling fees, transportation & freight charges	17,428	8,469
Insurance premium	2,849	2,585
Purchase of fresh fruit bunches	246,105	114,489
Rental of premises paid	14	4
Purchase of spare parts, fertiliser & consumables	7,470	5,220
Purchase of logs and timber products	2,035	3,150
Security charges	192	45
Computer hardware & software development fees	1,104	267
Purchase of diesel and lubricants	16,545	15,063
Purchase of palm kernel shell	2,035	-
Sales of logs and timber products	(2,708)	(3,461)
Sales of fresh fruit bunches	(61,258)	(40,212)
Sales of palm kernel shell and bunch ash	-	(827)
Income from rental of premises	(59)	(59)
Handling fee received	(1,956)	(2,144)
Transport subsidised	(750)	(1,128)
	=====	=====

Company No : 419232-K

TA ANN HOLDINGS BERHAD

Notes to the interim financial report

30 Key Management Personnel Compensation

Compensations to key management personnel are as follows:

	9 months ended 30 September	
	2021	2020
	RM'000	RM'000
Directors		
- Fees	858	858
- Remunerations	4,468	3,758
	<u>5,326</u>	<u>4,616</u>
Other key management personnel		
- Fees	54	54
- Remunerations	1,909	2,413
	<u>1,963</u>	<u>2,467</u>
Total	<u>7,289</u>	<u>7,083</u>

31 Earnings Per Share

	3 months ended	9 months ended
	30 September 2021	30 September 2021
(a) Basic		
Net profit attributable to ordinary owners of the Company ('000)	<u>RM 103,293</u>	<u>RM 218,405</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>23.45</u>	<u>49.59</u>
(b) Diluted	<u>23.45</u>	<u>49.59</u>

32 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 30 September 2021.

33 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 22 November 2021.