

Company No: 419232-K

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

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

	Note	31 December 2021 RM'000	31 December 2020 RM'000
<b>Assets</b>			
Property, plant and equipment		737,047	757,105
Right-of-use assets		203,885	214,077
Bearer plants		518,295	520,227
Biological assets		123,000	121,691
Investment in associates		266,723	225,232
Deferred tax assets		29,519	29,700
Goodwill		79,665	79,665
Other intangible assets		7,200	10,810
<b>Total non-current assets</b>		<b>1,965,334</b>	<b>1,958,507</b>
Inventories		132,390	154,792
Biological assets		131,650	94,099
Trade and other receivables	14	64,608	65,640
Current tax assets		41	728
Other investment	23	1,028	1,028
Cash and cash equivalents		454,901	271,358
<b>Total current assets</b>		<b>784,618</b>	<b>587,645</b>
<b>Total assets</b>		<b>2,749,952</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		12,219	14,098
Retained earnings		1,163,683	998,035
<b>Total equity attributable to owners of the Company</b>		<b>1,610,329</b>	<b>1,446,560</b>
<b>Non-controlling interests</b>		<b>165,812</b>	<b>117,998</b>
<b>Total equity</b>		<b>1,776,141</b>	<b>1,564,558</b>
<b>Liabilities</b>			
Deferred tax liabilities		225,698	200,066
Deferred income		26,057	29,154
Borrowings	27	147,378	223,540
Employee benefits		33,562	37,283
Lease liabilities		6,498	9,535
<b>Total non-current liabilities</b>		<b>439,193</b>	<b>499,578</b>
Trade and other payables		249,722	178,409
Lease liabilities		3,166	5,420
Deferred income		2,459	2,502
Borrowings	27	230,775	272,923
Employee benefits		8,289	7,936
Current tax liabilities		40,207	14,826
<b>Total current liabilities</b>		<b>534,618</b>	<b>482,016</b>
<b>Total liabilities</b>		<b>973,811</b>	<b>981,594</b>
<b>Total equity and liabilities</b>		<b>2,749,952</b>	<b>2,546,152</b>
<b>Net assets per share (RM)</b>		<b>3.62</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 year ended 31 December 2021 - unaudited

	Note	Individual Quarter		Cumulative Quarter	
		Current Year Quarter Ended 31 December 2021 RM'000	Preceding Year Corresponding Quarter Ended 31 December 2020 RM'000	Current Year Ended 31 December 2021 RM'000	Preceding Year Ended 31 December 2020 RM'000
<b>Revenue</b>	9	611,531	363,322	1,894,353	1,217,998
Cost of sales		(372,822)	(308,894)	(1,299,991)	(967,234)
<b>Gross profit</b>		238,709	54,428	594,362	250,764
Finance income		2,156	1,040	4,948	2,645
Other operating income		4,680	3,817	14,103	11,485
Unrealised (loss) / gain in foreign exchange		(411)	349	(328)	(136)
Distribution costs		(40,343)	(21,854)	(117,553)	(71,185)
Administrative expenses		(19,096)	(17,059)	(52,066)	(50,353)
Other expenses		(10,196)	(37,084)	(15,224)	(47,764)
<b>Profit from operations</b>		175,499	(16,364)	428,242	95,456
Finance costs		(6,719)	(4,450)	(17,089)	(19,717)
Share of profit of equity-accounted investee, net of tax		19,113	8,897	54,236	22,726
<b>Profit before tax</b>	9	187,893	(11,917)	465,389	98,465
Tax expense	21	(40,086)	(10,160)	(100,182)	(38,088)
<b>Profit after tax</b>		147,807	(22,077)	365,207	60,377
Change in fair value of biological assets		(19,613)	15,301	27,185	17,286
<b>Profit after change in fair value of biological assets</b>		128,194	(6,776)	392,392	77,663
<b>Other comprehensive income, net of tax</b>					
<b>Item that will not be reclassified subsequently to profit or loss</b>					
Remeasurement of defined benefit liability		5,272	-	5,272	-
<b>Item that is or may be reclassified subsequently to profit or loss</b>					
Foreign exchange translation differences for foreign operations		151	2,794	(1,879)	8,552
<b>Other comprehensive income for the period / year, net of tax</b>		5,423	2,794	3,393	8,552
<b>Total comprehensive income for the period / year</b>		133,617	(3,982)	395,785	86,215
<b>Profit attributable to:</b>					
Owners of the Company		96,017	(19,055)	314,422	47,217
Non-controlling interests		32,177	12,278	77,970	30,446
<b>Profit after change in fair value of biological assets</b>		128,194	(6,776)	392,392	77,663
<b>Total comprehensive income attributable to:</b>					
Owners of the Company		101,440	(16,261)	317,815	55,769
Non-controlling interests		32,177	12,278	77,970	30,446
<b>Total comprehensive income for the period / year</b>		133,617	(3,983)	395,785	86,215
<b>Earnings per share attributable to owners of the Company :</b>					
Basic/Diluted earnings per ordinary share (sen)	31	21.80	(4.33)	71.38	10.72

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 year ended 31 December 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
<b>At 1 January 2021</b>	444,844	(10,417)	14,098	998,035	1,446,560	117,998	1,564,558
Remeasurement of defined benefit liability	-	-	-	5,272	5,272	-	5,272
Foreign exchange translation differences	-	-	(1,879)	-	(1,879)	-	(1,879)
Total other comprehensive income for the year	-	-	(1,879)	5,272	3,393	-	3,393
Profit after change in fair value of biological assets	-	-	-	314,422	314,422	77,970	392,392
<b>Total comprehensive income for the year</b>	-	-	(1,879)	319,694	317,815	77,970	395,785
<i>Contributions by and distributions to owners of the Company</i>							
- Dividends to owners of the Company	-	-	-	(154,162)	(154,162)	-	(154,162)
- Dividends to non-controlling interests	-	-	-	-	-	(29,940)	(29,940)
<b>Total transactions with owners of the Company</b>	-	-	-	(154,162)	(154,162)	(29,940)	(184,102)
<b>Changes in ownership of interests in subsidiaries</b>	-	-	-	116	116	(216)	(100)
<b>At 31 December 2021</b>	444,844	(10,417)	12,219	1,163,683	1,610,329	165,812	1,776,141
<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	-	-	8,552	-	8,552	-	8,552
Total other comprehensive income for the year	-	-	8,552	-	8,552	-	8,552
Profit after change in fair value of biological assets	-	-	-	47,217	47,217	30,446	77,663
<b>Total comprehensive income for the year</b>	-	-	8,552	47,217	55,769	30,446	86,215
<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	-	-	-	-	-	(10,300)	(10,300)
<b>Total transactions with owners of the Company</b>	-	-	-	(66,069)	(66,069)	(10,300)	(76,369)
<b>Subscription of shares by non-controlling interest</b>	-	-	-	-	-	10,031	10,031
<b>Changes in ownership of interests in subsidiaries</b>	-	-	-	7,880	7,880	(12,112)	(4,232)
<b>At 31 December 2020</b>	444,844	(10,417)	14,098	998,035	1,446,560	117,998	1,564,558

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 year ended 31 December 2021 - unaudited**

	<b>1 January 2021 to 31 December 2021</b>	<b>1 January 2020 to 31 December 2020</b>
	<b>RM'000</b>	<b>RM'000</b>
<b>Cash flows from operating activities</b>		
Profit before tax	465,389	98,465
<i>Adjustments for:</i>		
Amortisation of bearer plants	25,634	24,677
Bearer plants written off	-	203
Biological assets written off	-	177
Depletion of biological assets	3,037	2,461
Amortisation of other intangible assets	3,583	4,125
Depreciation of property, plant and equipment	46,972	53,399
Depreciation of right-of-use assets	8,009	9,079
Deferred income recognised as income	(2,446)	(2,351)
Finance costs	17,089	19,717
Finance income	(4,948)	(2,645)
Gain on disposal of property, plant and equipment	(2,092)	(2,175)
Property, plant and equipment written off	875	28,595
Property, plant and equipment expensed off	-	206
Impairment losses on property, plant and equipment	-	10,872
Unrealised foreign exchange loss	328	136
Employee benefits	3,200	5,322
Share of profit of equity-accounted investee, net of tax	(54,236)	(22,726)
Operating profit before changes in working capital	<u>510,394</u>	<u>227,537</u>
Changes in working capital:		
Inventories	23,097	73,119
Trade and other receivables, prepayments and other assets	6,264	44,684
Trade and other payables	25,723	2,837
Provision for leave pay	-	(685)
Cash generated from operations	<u>565,477</u>	<u>347,492</u>
Interest paid	(7,340)	(9,883)
Income tax paid	(58,081)	(28,082)
Employee benefits paid	(1,353)	(1,836)
Net cash from operating activities	<u>498,703</u>	<u>307,691</u>
<b>Cash flows from investing activities</b>		
Acquisition of property, plant and equipment	(28,820)	(18,489)
Proceeds from disposal of property, plant and equipment	3,221	5,713
Recovery of cost of investment in associate	-	3,281
Proceeds from shares issued to non-controlling interests	-	1,448
Addition to biological assets	(5,038)	(7,023)
Addition to bearer plants	(21,794)	(25,413)
Increase in other investment	-	(1,028)
Dividend received from associate	8,496	4,248
Interest received	4,948	2,645
Acquisition of non-controlling interests	(100)	(4,232)
Net cash used in investing activities	<u>(39,087)</u>	<u>(38,850)</u>
<b>Cash flows from financing activities</b>		
Dividends to owners of the Company	(110,115)	(22,023)
Dividends to non-controlling interests	(31,440)	(10,300)
Repayment of borrowings/trade financing	(124,906)	(50,175)
Payment of lease liabilities	(3,018)	(13,562)
Hire purchase financing interest paid	(329)	(261)
Term loan interest/profit paid	(6,027)	(10,964)
Net cash used in financing activities	<u>(275,835)</u>	<u>(107,285)</u>
<b>Net increase in cash and cash equivalents</b>	<b>183,781</b>	<b>161,556</b>
<b>Effect of exchange rate fluctuations on cash held</b>	<b>(238)</b>	<b>(177)</b>
<b>Cash and cash equivalents at 1 January</b>	<b>271,358</b>	<b>109,979</b>
<b>Cash and cash equivalents at 31 December (Note 22)</b>	<b><u>454,901</u></b>	<b><u>271,358</u></b>

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.

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## 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 December 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 20 sen per ordinary share for the financial year ended 31 December 2021, amounting to RM88,092,380 was declared on 22 November 2021 and paid on 24 January 2022 to depositors registered in the Record of Depositors at the close of business on 5 January 2022.

The total dividend declared to date for the financial year ended 31 December 2021 is 30 sen per ordinary share.

The Board of Directors has declared first interim single-tier ordinary dividend for the financial year ending 31 December 2022 of 5 sen per ordinary share (corresponding period in Year 2021: 5 sen) to be paid on 05 April 2022 to depositors whose names appear in the Record of Depositors on 16 March 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 16 March 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	
	Year ended 31 December			
	2021	2020	2021	2020
	RM'000	RM'000	RM'000	RM'000
Timber products	317,615	307,108	30,872	(72,360)
Oil palm	1,576,341	910,266	433,910	170,313
Reforestation	250	476	189	234
Property development	147	148	418	278
	1,894,353	1,217,998	465,389	98,465

#### 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.

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**TA ANN HOLDINGS BERHAD**

**Notes to the interim financial report**

**13 Contingent Liabilities or Assets**

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

**14 Trade and Other Receivables**

	<b>As At 31 December 2021 RM'000</b>	<b>As At 31 December 2020 RM'000</b>
<b>Current assets</b>		
Trade receivables	41,230	44,248
Other receivables	10,915	6,843
Deposits	4,105	4,593
Prepayments		
-Plant and machinery	953	649
-Others	7,405	9,307
	<u>64,608</u>	<u>65,640</u>

**15 Capital Commitments**

	<b>As At 31 December 2021 RM'000</b>
<b>Property, plant and equipment</b>	
- Contracted but not provided for	<u>4,154</u>

**16. Review of Performance**

- (a) For the quarter under review, the Group reported a revenue of RM611.53 million as compared to RM363.32 million recorded in the corresponding quarter in 2020. The Group's profit before tax and its net profit were at RM187.89 million and RM128.19 million respectively for the quarter under review as compared to loss of RM11.92 million and RM6.78 million for the corresponding quarter in 2020.

The solid increase in revenue and profit were contributed by higher average selling price by Crude Palm Oil ('CPO'), Fresh Fruit Bunches ('FFB') and plywood product by 63%, 62% and 44% respectively coupled with the higher FFB and CPO sales volume achieved by 21% and 11% respectively.

The Group had recognized a loss of RM19.61 million from the changes in the fair value of the biological assets during the current quarter under review as compared to a gain of RM15.30 million in the preceding corresponding quarter.

- (b) For the year 2021, the Group's revenue and net profit stood at RM1.89 billion and RM392.39 million as compared to RM1.22 billion and RM77.66 million respectively in year 2020.

The Group has reported a record profit for the financial performance of 2021 on the back of higher average selling prices of CPO and FFB by 64% and 71% respectively.

The Group has recognised a gain from the changes in the fair value of the biological assets amounting to RM27.19 million in 2021 as compared to a gain of RM17.29 million in 2020.

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Notes to the interim financial report

## 17 Variation of Results compared to the Preceding Quarter

Group revenue and profit before tax stood at RM611.53 million and RM187.89 million respectively in the quarter under review as compared to RM486.86 million and RM125.99 million respectively in the preceding quarter.

The Group posted a 49% increase in profit in 4Q 2021. This was mainly attributed to better CPO and FFB average selling prices by 22%.

## 18 Current Year Prospects

The world economy is expected to recover steadily with the relaxation of Covid controls worldwide. We anticipate that strong and favorable commodities prices would continue to prevail for a longer period of time, resulting in another year of attractive earnings.

Should the government decide to allow further easing measures on the employment of foreign workers, we would expect a further increase of FFB/CPO production volume which should further enhance the profitability of the Group.

Barring any unforeseen circumstances, the Board of Directors anticipates a satisfactory financial performance for the financial year 2022.

## 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 December		Cumulative Quarter Year ended 31 December	
	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	2,156	1,039	4,948	2,645
Finance costs	(6,719)	(4,450)	(17,089)	(19,717)
Depreciation and amortisation	(23,974)	(21,938)	(87,235)	(93,741)
Gain on disposal of property, plant and equipment	957	1,881	2,092	2,175
Property, plant and equipment written off	(439)	(28,327)	(875)	(28,595)
Foreign exchange gain / (loss)				
- realised	1,476	(87)	7,156	5,593
- unrealised	(411)	349	(328)	(136)

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 / year under review are as follows:

	Individual Quarter 3 months ended 31 December		Cumulative Quarter Year ended 31 December	
	2021 RM'000	2020 RM'000	2021 RM'000	2020 RM'000
Income tax expense				
continuing operations	40,086	10,160	100,182	38,088
Share of tax of equity-accounted associates	6,036	2,810	17,127	7,177
<b>Total taxation</b>	<b>46,122</b>	<b>12,970</b>	<b>117,309</b>	<b>45,265</b>
Current tax expense				
- Current year	36,399	7,252	84,494	32,965
- Prior years	23	(573)	(345)	(573)
	<b>36,422</b>	<b>6,679</b>	<b>84,149</b>	<b>32,392</b>
Deferred tax expense				
- Current year	3,664	7,206	16,033	9,421
- Prior years	-	(3,725)	-	(3,725)
	<b>3,664</b>	<b>3,481</b>	<b>16,033</b>	<b>5,696</b>
Share of tax of equity-accounted associates	6,036	2,810	17,127	7,177
<b>Total tax expense</b>	<b>46,122</b>	<b>12,970</b>	<b>117,309</b>	<b>45,265</b>
<b>Reconciliation of tax expense</b>				
Profit after change in fair value of biological assets	128,194	(6,776)	392,392	77,663
Change in fair value of biological assets	19,613	(15,301)	(27,185)	(17,286)
Total tax expense	46,122	12,970	117,309	45,265
Profit excluding tax	<b>193,929</b>	<b>(9,107)</b>	<b>482,516</b>	<b>105,642</b>
Tax calculated using Malaysian tax rate of 24% (2020: 24%)				
- Prima facie income tax expense	46,543	(2,186)	115,804	25,354
- Non-deductible expenses	(1,923)	(4,395)	1,667	1,022
- Movements in unrecognised deferred tax assets	1,479	23,295	183	23,767
- Double deduction for certain expenses	-	(103)	-	(103)
- Over provision in prior years	23	(4,298)	(345)	(4,298)
- others	-	657	-	(477)
Tax expense for the period / year	<b>46,122</b>	<b>12,970</b>	<b>117,309</b>	<b>45,265</b>

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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:

	<b>As at 31 December 2021 RM'000</b>	<b>As at 31 December 2020 RM'000</b>
Cash in hand	129	123
Cash at banks	429,225	263,741
Fixed deposits with original maturities not exceeding three months	25,547	7,494
	<u>454,901</u>	<u>271,358</u>

## 23 Other Investment

	<b>As at 31 December 2021 RM'000</b>	<b>As at 31 December 2020 RM'000</b>
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.

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Notes to the interim financial report

27 Group Borrowings and Debt Securities

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

		<b>As at 31 December 2021</b>
		<b>RM'000</b>
<b><u>Current</u></b>		
<i>Denominated in Ringgit Malaysia</i>		
<b>Unsecured -</b>	Bankers' acceptances/ Export credit refinancing	10,809
	Revolving credits	135,000
	Term loans	
	- Islamic	21,920
<b>Secured -</b>	Hire purchase financing	4,622
	Revolving credits	26,000
	Term loans	32,424
		<hr/>
		230,775
<b><u>Non-current</u></b>		
<i>Denominated in Ringgit Malaysia</i>		
<b>Unsecured -</b>	Term loans	
	- Islamic	41,850
<b>Secured -</b>	Hire purchase financing	4,622
	Revolving credits	26,000
	Term loans	74,906
		<hr/>
		147,378
		<hr/>
<b>Total</b>		<b>378,153</b>

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**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.

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**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 year:

	<b>Year ended 31 December</b>	
	<b>2021</b>	<b>2020</b>
	<b>RM'000</b>	<b>RM'000</b>
<b>Transactions with associates</b>		
Purchase of fresh fruit bunches	50,194	26,795
Purchase of palm kernel shell	1,520	653
Sales of fresh fruit bunches	(1,233)	(1,222)
Sales of logs and timber products	(324)	(476)
Contract income	(642)	(765)
<b>Transactions with companies connected to certain Directors of the Company and its subsidiaries</b>		
Contract fees and fuel surcharge	18,095	19,423
Handling fees, transportation & freight charges	21,475	18,996
Insurance premium	3,529	3,019
Purchase of fresh fruit bunches	329,794	177,289
Rental of premises paid	6	4
Purchase of spare parts, fertiliser & consumables	10,248	7,320
Purchase of logs and timber products	3,007	4,353
Security charges	275	56
Computer hardware & software development fees	1,167	442
Purchase of diesel and lubricants	23,098	19,685
Purchase of palm kernel shell	3,561	-
Hiring of equipment	76	-
Sales of logs and timber products	(3,688)	(4,772)
Sales of fresh fruit bunches	(92,022)	(57,460)
Sales of palm kernel shell and bunch ash	-	(978)
Income from rental of premises	(79)	(79)
Handling fee received	(2,763)	(2,944)
Transport subsidised	(1,356)	(1,457)
	=====	=====

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**TA ANN HOLDINGS BERHAD**

**Notes to the interim financial report**

**30 Key Management Personnel Compensation**

Compensations to key management personnel are as follows:

	Year ended 31 December	
	2021 RM'000	2020 RM'000
Directors		
- Fees	1,506	1,515
- Remunerations	14,162	14,095
	<u>15,668</u>	<u>15,610</u>
Other key management personnel		
- Fees	236	251
- Remunerations	4,550	3,726
	<u>4,786</u>	<u>3,977</u>
Total	<u>20,454</u>	<u>19,587</u>

**31 Earnings Per Share**

	3 months ended 31 December 2021	Year ended 31 December 2021
(a) <b>Basic</b>		
Net profit attributable to ordinary owners of the Company ('000)	<u>RM 96,017</u>	<u>RM 314,422</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>21.80</u>	<u>71.38</u>
(b) <b>Diluted</b>	<u>21.80</u>	<u>71.38</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 31 December 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 28 February 2022.