

**BLD PLANTATION BHD.**(562199-A)

**Interim Financial Report**  
30 June 2020

**BLD PLANTATION BHD**

(Company No: 562199-A)

**Interim Financial Report for the Period Ended 30 June 2020**

<b>Index</b>	<b>Page</b>
Condensed Consolidated Statement of Comprehensive Income	1
<hr/>	
Condensed Consolidated Statement of Financial Position	2 - 3
<hr/>	
Condensed Consolidated Statement of Changes in Equity	4
<hr/>	
Condensed Consolidated Statement of Cash Flows	5 - 6
<hr/>	
Notes to the Financial Information	7 - 12

**BLD PLANTATION BHD**

(Company No: 562199-A)

**Condensed Consolidated Statement of Comprehensive Income**

For the Period Ended 30 June 2020

(The figures have not been audited)

	Note	Individual Quarter		Cumulative Quarter	
		30.06.2020 RM'000	30.06.2019 RM'000	30.06.2020 RM'000	30.06.2019 RM'000
Revenue		396,518	338,812	396,518	338,812
Cost of sales		(377,616)	(350,792)	(377,616)	(350,792)
Gross profit/(loss)		18,902	(11,980)	18,902	(11,980)
Other operating income		3,756	2,403	3,756	2,403
Selling expenses		(10,752)	(6,189)	(10,752)	(6,189)
Administrative expenses		(3,534)	(4,011)	(3,534)	(4,011)
Finance costs		(2,120)	(2,362)	(2,120)	(2,362)
Profit/(loss) before taxation		6,252	(22,139)	6,252	(22,139)
Income tax expenses	<b>18</b>	(1,714)	4,433	(1,714)	4,433
Profit/(loss) for the period, net of tax representing total Comprehensive Income for the period		4,538	(17,706)	4,538	(17,706)
Profit/(loss) for the period attributable to:					
Owners of the Company		4,415	(17,580)	4,415	(17,580)
Non-controlling interests		123	(126)	123	(126)
		4,538	(17,706)	4,538	(17,706)
<b>Earnings/(loss) per share (sen) attributable to Owners of the Company:</b>	<b>25</b>				
- Basic		4.72	(18.80)	4.72	(18.80)
- Diluted		N/A	N/A	N/A	N/A

The unaudited Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the audited financial statements for the year ended 31 March 2020 and the accompanying explanatory notes.

**BLD PLANTATION BHD**

(Company No: 562199-A)

**Condensed Consolidated Statement of Financial Position**

(The figures have not been audited)

	<b>As At 30.06.2020 RM'000</b>	<b>As At 31.03.2020 RM'000</b>
<b>Non-current Assets</b>		
Property, plant and equipment	582,903	581,131
Right-of-use assets	125,815	125,458
Deferred tax assets	6,037	6,063
	<u>714,755</u>	<u>712,652</u>
<b>Current Assets</b>		
Inventories	135,243	154,312
Biological assets	17,725	13,898
Receivables	83,596	101,159
Prepaid operating expenses	316	1,275
Tax refundable	7,283	7,024
Deposits, cash and bank balances	148,166	144,005
	<u>392,329</u>	<u>421,673</u>
<b>Total assets</b>	<u>1,107,084</u> =====	<u>1,134,325</u> =====
<b>EQUITY AND LIABILITIES</b>		
<b>Equity attributable to owners of the Company</b>		
Share capital	173,180	173,180
Reserves	399,436	395,021
	<u>572,616</u>	<u>568,201</u>
<b>Non-controlling interests</b>	(1,051)	(1,174)
	<u>571,565</u>	<u>567,027</u>

The unaudited Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited financial statements for the year ended 31 March 2020 and the accompanying explanatory notes.

**BLD PLANTATION BHD**

(Company No: 562199-A)

**Condensed Consolidated Statement of Financial Position**

(The figures have not been audited)

	<b>As At 30.06.2020 RM'000</b>	<b>As At 31.03.2020 RM'000</b>
<b>Non-current liabilities</b>		
Borrowings	120,322	115,353
Lease liabilities	989	581
Deferred tax liabilities	74,576	72,897
	195,887	188,831
<b>Current liabilities</b>		
Payables	110,780	126,719
Borrowings	227,645	246,668
Lease liabilities	1,166	398
Tax payable	4	78
Derivative financial instruments	37	4,604
	339,632	378,467
<b>Total liabilities</b>	535,519	567,298
<b>Total equity and liabilities</b>	1,107,084	1,134,325
	1,107,084	1,134,325
<b>Net assets per share attributable to Owners of the Company (RM)</b>	6.12	6.08
	6.12	6.08

The unaudited Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited financial statements for the year ended 31 March 2020 and the accompanying explanatory notes.

**BLD PLANTATION BHD**

(Company No: 562199-A)

**Condensed Consolidated Statement of Changes in Equity**

For the Period Ended 30 June 2020

(The figures have not been audited)

	Attributable to owners of the Company			Non-controlling Interests	Total Equity
	Share Capital	Retained Profit	Total		
	RM'000	RM'000	RM'000	RM'000	RM'000
<b>At 1 April 2020</b>	173,180	395,021	568,201	(1,174)	567,027
Total comprehensive income	-	4,415	4,415	123	4,538
<b>At 30 June 2020</b>	173,180	399,436	572,616	(1,051)	571,565

	Attributable to owners of the Company			Non-controlling Interests	Total Equity
	Share Capital	Retained Profit	Total		
	RM'000	RM'000	RM'000	RM'000	RM'000
<b>At 1 April 2019 (as previously stated)</b>	173,180	390,026	563,206	(1,436)	561,770
Initial application of MFRS 16	-	(50)	(50)	-	(50)
<b>At 1 April 2019 (as restated)</b>	173,180	389,976	563,156	(1,436)	561,720
Total comprehensive loss	-	(17,580)	(17,580)	(126)	(17,706)
<b>At 30 June 2019</b>	173,180	372,396	545,576	(1,562)	544,014

The unaudited Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the audited financial statements for the year ended 31 March 2020 and the accompanying explanatory notes.

**BLD PLANTATION BHD**

(Company No: 562199-A)

**Condensed Consolidated Statement of Cash Flows**

For the Period Ended 30 June 2020

(The figures have not been audited)

	<b>Cumulative 3 months 30.06.2020 RM'000</b>	<b>Cumulative 3 months 30.06.2019 RM'000</b>
<b>Cash flows from operating activities</b>		
Profit/(loss) before taxation	6,252	(22,139)
Adjustments for:		
Depreciation of property, plant and equipment	12,157	11,887
Depreciation of right-of-use assets	1,006	214
Gain on disposal of property, plant and equipment	(2)	-
Change in fair value of biological assets	(3,827)	(1,794)
Interest income	(760)	(773)
Interest expense	2,102	2,348
Interest on lease liabilities	18	14
Net fair value gain on derivative	(4,567)	(997)
Net unrealised foreign exchange loss	1,326	675
Operating profit/(loss) before changes in working capital	13,705	(10,565)
Decrease / (Increase) in inventories	19,069	(835)
Decrease / (Increase) in receivables and other assets	18,488	(31,966)
(Decrease)/ Increase in payables	(15,938)	11,769
<b>Cash generated from / (used in) operations</b>	35,324	(31,597)
Income tax paid, net of refund	(342)	(896)
Interest received	760	773
<b>Net cash generated from / (used in) operating activities</b>	35,742	(31,720)
<b>Cash flows from investing activities</b>		
Acquisition of property, plant and equipment (net of interest and depreciation capitalised)	(12,908)	(20,963)
Proceeds from disposal of property, plant and equipment	7	-
<b>Net cash used in investing activities</b>	(12,901)	(20,963)

**BLD PLANTATION BHD**

(Company No: 562199-A)

**Condensed Consolidated Statement of Cash Flows**

For the Period Ended 30 June 2020

(The figures have not been audited)

	<b>Cumulative 3 months 30.06.2020 RM'000</b>	<b>Cumulative 3 months 30.06.2019 RM'000</b>
<b>Cash flows from financing activities</b>		
Interest paid	(3,127)	(3,467)
Interest paid on lease liabilities	(18)	(14)
Proceeds from bank borrowings	312,930	353,653
Repayment of bank borrowings	(325,016)	(393,960)
Repayment of lease liabilities	(187)	(220)
	<hr/>	<hr/>
<b>Net cash used in financing activities</b>	<b>(15,418)</b>	<b>(44,008)</b>
	<hr/>	<hr/>
<b>Net increase / (decrease) in cash and cash equivalents</b>	<b>7,423</b>	<b>(96,691)</b>
<b>Effect of foreign exchange rate changes</b>	<b>(1,294)</b>	<b>(485)</b>
<b>Cash and cash equivalents at the beginning of the year</b>	<b>141,225</b>	<b>158,678</b>
	<hr/>	<hr/>
<b>Cash and cash equivalents at the end of the period</b>	<b>147,354</b>	<b>61,502</b>
	<hr/>	<hr/>

The unaudited Condensed Consolidated Statement of Cash Flows should be read in conjunction with the audited financial statements for the year ended 31 March 2020 and the accompanying explanatory notes.



## **BLD PLANTATION BHD**

(Company No: 562199-A)

### **Notes to the Financial Information**

#### **1. Basis of preparation**

The condensed consolidated interim financial statements are unaudited and have been principally prepared in accordance with Malaysian Financial Reporting Standards (“MFRS”) 134: Interim Financial Reporting and paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad.

The interim financial statements should be read in conjunction with the audited financial statements for the year ended 31 March 2020.

#### **2. Significant Accounting Policies**

The significant accounting policies and methods of computation applied in the interim financial statements are consistent with prevailing established guidelines described in MFRS and IC Interpretations wherever applicable and relevant.

The initial application of the accounting standards, interpretations and amendments that are effective from annual periods beginning on or after 1 January 2020 and 1 June 2020 has no material impact on the Group’s consolidated financial statements.

The Group has not adopted the following standards and interpretations that have been issued but not yet effective:

- Amendments to MFRS 3 (Reference to the Conceptual Framework)
- Amendments to MFRS 10 and MFRS 128 (Sale or Contribution of Assets between an Investor and its Associate or Joint Venture)
- Amendments to MFRS 101 (Classification of Liabilities as Current or Non-current)
- Amendments to MFRS 116 (Property, Plant and Equipment – Proceeds before Intended Use)
- Amendments to MFRS 137 (Onerous Contracts – Cost of Fulfilling a Contract)
- Annual Improvements to MFRS Standards 2018-2020 relating to MFRS 1, MFRS 9, MFRS 16 and MFRS 141)
- MFRS 17 Insurance Contracts

#### **3. Auditors’ report on preceding annual financial statements**

The auditors’ report on the financial statements for the financial year ended 31 March 2020 was not qualified.

#### **4. Comments about seasonal or cyclical factors**

The production of fresh fruit bunches is seasonal in nature and low during the first half of the year.

## **BLD PLANTATION BHD**

(Company No: 562199-A)

### **Notes to the Financial Information**

#### **5. Unusual items due to their nature, size or incidence**

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

#### **6. Changes in estimates**

There was no significant change in estimates of amounts reported which have a material impact on the reporting quarter.

#### **7. Debt and equity securities**

There was no issuance, cancellations, repurchases, resale and repayments of debt and equity securities for the current period ended 30 June 2020.

#### **8. Dividend paid**

There was no dividend paid in the current quarter.

#### **9. Segmental information**

No segment analysis is prepared as the Company is primarily engaged in the oil palm industry in Malaysia.

#### **10. Carrying amount of revalued assets**

As at the end of this reporting quarter, the Group does not have any revalued assets.

#### **11. Subsequent events**

There is no other material event subsequent to this reporting quarter as at the date of this announcement.

#### **12. Changes in the composition of the Group**

There were no changes in the composition of the Group as at the date of this announcement.

#### **13. Contingent liabilities and contingent assets**

The Company has given corporate guarantee for credit facilities of subsidiaries amounting to RM1,029 million.

## **BLD PLANTATION BHD**

(Company No: 562199-A)

### **Notes to the Financial Information**

#### **14. Capital commitments**

The amount of commitments not provided for in the interim financial statements as at 30 June 2020 is as follows:

	<b>RM'000</b>
Approved and contracted for	5,220
Approved and not contracted for	39,084
	-----
	44,304
	=====

#### **15. Review of Performance**

The Group's revenue for the current quarter was higher by about RM57 million than the corresponding period of the preceding year due to higher average selling price of products. Similarly, the Group recorded a profit before tax of about RM6.2 million as compared to the corresponding period of the preceding year's loss before tax of about RM22.1 million on the back of higher average selling price of products in the current quarter.

#### **16. Comparison with Preceding Quarter's Results**

The Group recorded profit before tax of about RM6.2 million in the current quarter as compared to profit before tax of about RM8.3 million of the immediate preceding quarter mainly due to lower average selling price of products in the current quarter.

#### **17. Commentary on prospects**

The outbreak of Covid-19 pandemic has caused severe disruptions to the global supply chain and decline in domestic consumption, which have consequently affected the operational activities of the Group. The implementation of Movement Control Order ("MCO"), Conditional Movement Control Order ("CMCO") and Recovery Movement Control Order ("RMCO") have been imposed by the Malaysian government to curb the spread of Covid-19. Furthermore, the unresolved trade tensions between the US and China, slowdown of the global economy and other unfavourable external economic conditions are likely to weigh on the export demand of palm oil and cause volatile movements in crude oil commodity price. Notwithstanding the challenging economic outlook in the near term, the Group continues to place its priority on productivity improvement and cost reduction in light of the ongoing economic volatility and uncertainty.

**BLD PLANTATION BHD**

(Company No: 562199-A)

**Notes to the Financial Information****18. Income tax expenses**

	<b>Individual Quarter</b>		<b>Cumulative Quarter</b>	
	<b>3 months ended</b>		<b>3 months ended</b>	
	<b>30.06.2020</b>	<b>30.06.2019</b>	<b>30.06.2020</b>	<b>30.06.2019</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
Tax expense for the year:				
Deferred taxation	1,705	(4,448)	1,705	(4,448)
Current year provision	9	15	9	15
	-----	-----	-----	-----
	1,714	(4,433)	1,714	(4,433)
	=====	=====	=====	=====

The difference between the effective tax rate and statutory tax rate for the financial period ended 30 June 2020 was mainly due to certain non-deductible expenses.

**19. Sale of unquoted investments and properties**

There were no sales of unquoted investments and properties during the current financial period.

**20. Quoted securities**

There were no purchases or sales of quoted securities during the current financial period.

**21. Borrowings and debt securities**

	<b>RM'000</b>
<b>Short term borrowings</b>	
Secured	227,645
<b>Long term borrowings</b>	
Secured	120,322
	-----
	347,967
	=====

The above borrowings are denominated in Ringgit Malaysia.

**BLD PLANTATION BHD**

(Company No: 562199-A)

**Notes to the Financial Information****22. Changes in material litigation**

There are no material litigations pending since the last annual reporting date to this announcement date.

**23. Profit Forecast or Profit Guarantee**

The Group did not issue any profit forecast and profit guarantee.

**24. Dividend**

No dividend has been proposed for the current reporting quarter.

**25. Earnings per share**

	<b>Individual Quarter</b>		<b>Cumulative Quarter</b>	
	<b>3 months ended</b>		<b>3 months ended</b>	
	<b>30.06.2020</b>	<b>30.06.2019</b>	<b>30.06.2020</b>	<b>30.06.2019</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
Net profit/(loss) attributable to Owners of the Company	4,415 =====	(17,580) =====	4,415 =====	(17,580) =====
Weighted average number of ordinary shares in issue ('000)	93,500 =====	93,500 =====	93,500 =====	93,500 =====
Basic earnings/(loss) per share (sen)	4.72 =====	(18.80) =====	4.72 =====	(18.80) =====
Diluted earnings/(loss) per share (sen)	N/A =====	N/A =====	N/A =====	N/A =====

**BLD PLANTATION BHD**

(Company No: 562199-A)

**Notes to the Financial Information****26. Comprehensive Income Disclosures**

	<b>Individual Quarter</b>		<b>Cumulative Quarter</b>	
	<b>3 months ended</b>		<b>3 months ended</b>	
	<b>30.06.2020</b>	<b>30.06.2019</b>	<b>30.06.2020</b>	<b>30.06.2019</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
<b>Result from operating activities is arrived at after charging:</b>				
Finance costs	2,120	2,362	2,120	2,362
Depreciation of property, plant and equipment	12,157	11,887	12,157	11,887
Depreciation of right-of-use assets	1,006	214	1,006	214
Unrealised foreign exchange loss	1,326	675	1,326	675
	_____	_____	_____	_____
<b>Result from operating activities is arrived at after crediting:</b>				
Finance income	760	773	760	773
Other operating income	24	22	24	22
Gain on disposal of property, plant and equipment	2	-	2	-
Change in fair value of biological assets	3,827	1,794	3,827	1,794
Gain on derivative	4,567	997	4,567	997
	_____	_____	_____	_____

The Group does not have other material items, other than the items disclosed above, that are recognised in the Statement of Comprehensive Income.