

**RIMBUNAN SAWIT BERHAD**

[Registration No: 200501014346(691393-U)]

North Wing, Menara Rimbunan Hijau, 101, Pusat Suria Permata, Jalan Upper Lanang, 96000 Sibul, Sarawak, Malaysia

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Interim Financial StatementsFor the 4TH Quarter Ended 31 December 2020

	Page
Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income	1
Condensed Consolidated Statement of Financial Position	3
Condensed Consolidated Statement of Changes in Equity	5
Condensed Consolidated Statement of Cash Flows	7
Explanatory Notes	
<i>Part A – Explanatory Notes Pursuant to MFRS 134</i>	<i>10</i>
<i>Part B – Explanatory Notes Pursuant to Appendix 9B of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad</i>	<i>14</i>



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Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income

For the 4TH Quarter Ended 31 December 2020

(the figures have not been audited)

	Individual Quarter 3-month Period Ended		Cumulative Quarter 12-month Period Ended	
	31.12.2020 RM'000	31.12.2019 RM'000	31.12.2020 RM'000	31.12.2019 RM'000
REVENUE	112,255	86,475	386,188	284,714
COST OF SALES	(118,662)	(81,315)	(365,935)	(280,687)
GROSS (LOSS) / PROFIT	(6,407)	5,160	20,253	4,027
OTHER INCOME	1,020	5,267	6,163	10,901
DISTRIBUTION COSTS	(5,173)	(3,779)	(19,058)	(14,631)
OTHER OPERATING EXPENSES	(15,293)	(30,042)	(16,776)	(30,639)
ADMINISTRATIVE EXPENSES	(5,642)	(4,282)	(19,108)	(20,705)
FINANCE COSTS	(3,441)	(6,635)	(16,502)	(23,470)
NET IMPAIRMENT LOSSES ON FINANCIAL ASSETS	-	5,706	-	5,706
LOSS BEFORE TAXATION	(34,936)	(28,605)	(45,028)	(68,811)
INCOME TAX INCOME / (EXPENSE)	(3,698)	3,718	(8,560)	5,968
LOSS AFTER TAXATION	(38,634)	(24,887)	(53,588)	(62,843)
OTHER COMPREHENSIVE INCOME	-	-	-	-
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	(38,634)	(24,887)	(53,588)	(62,843)

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Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income (Cont'd)For the 4TH Quarter Ended 31 December 2020*(the figures have not been audited)*

	Individual Quarter 3-month Period Ended		Cumulative Quarter 12-month Period Ended	
	31.12.2020 RM'000	31.12.2019 RM'000	31.12.2020 RM'000	31.12.2019 RM'000
LOSS AFTER TAXATION ATTRIBUTABLE TO:-				
- Owners of the Company	(33,448)	(23,762)	(41,174)	(51,568)
- Non-controlling interests	(5,186)	(1,125)	(12,414)	(11,275)
	<u>(38,634)</u>	<u>(24,887)</u>	<u>(53,588)</u>	<u>(62,843)</u>
TOTAL COMPREHENSIVE INCOME ATTRIBUTABLE TO:-				
- Owners of the Company	(33,448)	(23,762)	(41,174)	(51,568)
- Non-controlling interests	(5,186)	(1,125)	(12,414)	(11,275)
	<u>(38,634)</u>	<u>(24,887)</u>	<u>(53,588)</u>	<u>(62,843)</u>
LOSS PER SHARE (SEN):-				
- Basic	(1.89)	(1.22)	(2.62)	(3.08)
- Diluted	N/A	N/A	N/A	N/A

The Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the audited financial statements for the financial year ended 31 December 2019 and the accompanying explanatory notes attached to the interim financial statements.

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Condensed Consolidated Statement of Financial Position

As at 31 December 2020

(the figures have not been audited)

	As at 31.12.2020	As at 31.12.2019
	RM'000	RM'000
ASSETS		
NON-CURRENT ASSETS		
Property, plant and equipment	854,708	971,774
Biological assets	1,293	10,453
Intangible assets	197	482
Other investment	1,643	18
Goodwill	7,546	12,546
Deposits with licensed banks	120	120
	<hr/>	<hr/>
	865,507	995,393
	<hr/>	<hr/>
CURRENT ASSETS		
Inventories	18,477	15,115
Trade receivables	10,103	8,534
Other receivables, deposits and prepayments	10,387	10,248
Current tax assets	8,491	3,778
Biological assets	3,078	3,683
Deposits with licensed banks	85	85
Cash and bank balances	1,037	776
	<hr/>	<hr/>
	51,658	42,219
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Assets classified as held for sale	-	83,308
	<hr/>	<hr/>
TOTAL ASSETS	917,165	1,120,920
	<hr/>	<hr/>

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Condensed Consolidated Statement of Financial Position (Cont'd)

As at 31 December 2020

(the figures have not been audited)

	As at 31.12.2020	As at 31.12.2019
	RM'000	RM'000
EQUITY AND LIABILITIES		
EQUITY		
Share capital	614,600	807,129
Accumulated losses	(222,057)	(373,412)
Equity attributable to owners of the Company	392,543	433,717
Non-controlling interests	(23,629)	(11,215)
TOTAL EQUITY	368,914	422,502
NON-CURRENT LIABILITIES		
Borrowings	191,024	203,972
Deferred tax liabilities	44,912	49,504
	235,936	253,476
CURRENT LIABILITIES		
Trade payables	55,374	67,074
Other payables, deposits and accruals	30,848	71,499
Borrowings:-		
- bank overdrafts	1,848	17,624
- other borrowings	215,256	285,351
Current tax liabilities	8,989	3,394
	312,315	444,942
TOTAL LIABILITIES	548,251	698,418
TOTAL EQUITY AND LIABILITIES	917,165	1,120,920
NET ASSETS PER SHARE (RM)	0.18	0.27

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited financial statements for the financial year ended 31 December 2019 and the accompanying explanatory notes attached to the interim financial statements.

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Condensed Consolidated Statement of Changes in Equity

For the Twelve Months Ended 31 December 2020

(the figures have not been audited)

	< ----- Non-distributable ----- >						
	Share Capital						
	Ordinary Shares	Irredeemable Convertible Preference Shares ("ICPS")	Merger Reserve	Accumulated Losses	Attributable to Owners of the Company	Non- controlling Interests	Total Equity
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Balance at 1.1.2020	724,691	82,438	(53,065)	(320,347)	433,717	(11,215)	422,502
Conversion of ICPS	82,438	(82,438)	-	-	-	-	-
Reduction of the issued share capital pursuant to Sec 117 of Companies Act 2016	(192,529)	-	-	192,529	-	-	-
Loss after taxation/Total comprehensive income for the period	-	-	-	(41,174)	(41,174)	(12,414)	(53,588)
Balance at 31.12.2020	614,600	-	(53,065)	(168,992)	392,543	(23,629)	368,914

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Condensed Consolidated Statement of Changes in Equity (Cont'd)

For the Twelve Months Ended 31 December 2020

(the figures have not been audited)

	< ----- Non-distributable ----- >						
	Share Capital				Attributable to	Non-	Total
	Ordinary	Preference	Merger	Accumulated	Owners of	controlling	Equity
	Shares	Shares	Reserve	Losses	the Company	Interests	
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Balance at 1.1.2019	724,691	82,438	(53,065)	(268,779)	485,285	60	485,345
Loss after taxation/Total comprehensive income for the period	-	-	-	(51,568)	(51,568)	(11,275)	(62,843)
Balance at 31.12.2019	724,691	82,438	(53,065)	(320,347)	433,717	(11,215)	422,502

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the audited financial statements for the financial year ended 31 December 2019 and the accompanying explanatory notes attached to the interim financial statements.

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Condensed Consolidated Statement of Cash Flows

For the Twelve Months Ended 31 December 2020

(the figures have not been audited)

	12 Months Ended	
	31.12.2020	31.12.2019
	RM'000	RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Loss before taxation	(45,028)	(68,811)
Adjustments for:-		
Allowance for stock obsolescence	-	4
Allowance for stock obsolescence no longer required	(6)	(15)
Amortisation of intangible assets	291	290
Bad debts written off	257	22
Biological assets written off	9,373	219
Change in fair value of biological assets	606	(1,130)
Change in fair value of other investment	(1,625)	292
Depreciation of property, plant and equipment	72,977	70,865
Gain/(Loss) on disposal of associated company	-	(603)
Gain/(Loss) on disposal of property, plant and equipment	(3,446)	(7,361)
Impairment loss on biological assets	-	-
Impairment loss on goodwill	5,000	3,854
Impairment loss on property, plant and equipment	-	25,885
Impairment loss on receivables no longer required	(8)	(5,706)
Interest expense	16,502	23,470
Interest income	(26)	(47)
Inventories written off	-	-
Property, plant and equipment written off	5,204	367
Operating profit before working capital changes	60,071	41,595
Change in inventories	(3,356)	(2,337)
Change in trade and other receivables	(1,957)	11,200
Change in trade and other payables	(52,351)	17,273
CASH (FOR) / FROM OPERATIONS	(2,407)	67,731
Income tax paid	(9,171)	(7,715)
Real property gain tax paid	(4,104)	-
Income tax refunded	1,005	3,576
Interest paid	(17,961)	(13,034)
Interest received	26	47
NET CASH (FOR) / FROM OPERATING ACTIVITIES	(27,798)	50,605
BALANCE CARRIED FORWARD	(27,798)	50,605

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Condensed Consolidated Statement of Cash Flows (Cont'd)

For the Twelve Months Ended 31 December 2020

(the figures have not been audited)

	12 Months Ended	
	31.12.2020 RM'000	31.12.2019 RM'000
BALANCE BROUGHT FORWARD	(27,798)	50,605
CASH FLOWS FOR INVESTING ACTIVITIES		
Costs incurred on biological assets	(213)	(303)
Increase in pledged deposits with licensed banks	-	(18)
Proceeds from disposal of an associated company	-	5,000
Proceeds from disposal of property, plant and equipment	139,917	10,248
Purchase of property, plant and equipment	(12,627)	(13,403)
Purchase of intangible assets	(5)	-
NET CASH FROM/(FOR) INVESTING ACTIVITIES	127,072	1,524
CASH FLOWS FOR FINANCING ACTIVITIES		
Change in bankers' acceptance	(2,265)	5,842
Change in revolving credit	(43,134)	4,500
Drawdown of term loans	-	4,469
Drawdown of unsecured loans	21,000	-
Proceeds from promissory note	-	4,200
Repayment of promissory note	(250)	-
Repayment of lease liabilities	(2,281)	(6,177)
Repayment of term loans	(56,307)	(64,274)
NET CASH FOR FINANCING ACTIVITIES	(83,237)	(51,440)
NET CHANGE IN CASH AND CASH EQUIVALENTS	16,037	689
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR	(16,763)	(17,452)
CASH AND CASH EQUIVALENTS AT END OF PERIOD	(726)	(16,763)

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Condensed Consolidated Statement of Cash Flows (Cont'd)

For the Twelve Months Ended 31 December 2020

(the figures have not been audited)

Cash and cash equivalents included in the Condensed Consolidated Statement of Cash Flows comprise:-

	12 Months Ended	
	31.12.2020 RM'000	31.12.2019 RM'000
Cash and bank balances	1,037	776
Deposits with licensed banks	205	205
Bank overdrafts	(1,848)	(17,624)
	<hr/>	<hr/>
	(606)	(16,643)
Less: Deposits pledged to licensed banks	(120)	(120)
	<hr/>	<hr/>
	(726)	(16,763)
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The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the audited financial statements for the financial year ended 31 December 2019 and the accompanying explanatory notes attached to the interim financial statements.



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Part A – Explanatory Notes Pursuant to MFRS 134

A1 Basis of Preparation

The unaudited interim financial statements have been prepared in accordance with MFRS 134 Interim Financial Reporting and Chapter 9 Appendix 9B 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 of the Group for the financial year ended 31 December 2019. These explanatory notes attached to the interim financial statements provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group since the financial year ended 31 December 2019.

The financial statements of the Group are prepared under the historical cost convention and modified to include other bases of valuation as disclosed in other sections under significant accounting policies, and in compliance with Malaysian Financial Reporting Standards (“MFRSs”), International Financial Reporting Standards and the requirements of the Companies Act 2016 in Malaysia.

During the current financial year, the Group has adopted the following new accounting standard(s) and/or interpretation(s) (including the consequential amendments, if any):-

MFRSs and/or IC Interpretations (Including The Consequential Amendments)

Amendments to MFRS 3: Definition of a Business

Amendments to MFRS 4: Extension of the Temporary Exemption from Applying MFRS 9

Amendments to MFRS 9, MFRS 139 and MFRS 7: Interest Rate Benchmark Reform

Amendments to MFRS 16: COVID-19-Related Rent Concessions

Amendments to MFRS 101 and MFRS 108: Definition of Material

Amendments to References to the Conceptual Framework in MFRS Standards

The adoption of the above accounting standard(s) and/or interpretation(s) (including the consequential amendments, if any) did not have any material impact on the Group’s financial statements.

The Group has not applied in advance the following accounting standard(s) and/or interpretation(s) (including the consequential amendments, if any) that have been issued by the Malaysian Accounting Standards Board (MASB) but are not yet effective for the current financial year:-

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Part A – Explanatory Notes Pursuant to MFRS 134

A1 Basis of Preparation (Cont'd)

MFRSs and/or IC Interpretations (Including The Consequential Amendments)	Effective Date
MFRS 17 Insurance Contracts	1 January 2023
Amendments to MFRS 3: Reference to the Conceptual Framework	1 January 2022
Amendments to MFRS 9, MFRS 139, MFRS 7, MFRS 4 and MFRS 16: Interest Rate Benchmark Reform – Phase 2	1 January 2021
Amendments to MFRS 10 and MFRS 128: Sale or Contribution of Assets between an Investor and its Associate or Joint Venture	Deferred
Amendments to MFRS 17 Insurance Contracts	1 January 2023
Amendments to MFRS 101: Classification of Liabilities as Current or Non-current	1 January 2023
Amendments to MFRS 116: Property, Plant and Equipment – Proceeds before Intended Use	1 January 2022
Amendments to MFRS 137: Onerous Contracts – Cost of Fulfilling a Contract	1 January 2022
Annual Improvements to MFRS Standards 2018 – 2020	1 January 2022

The adoption of the above accounting standard(s) and/or interpretation(s) (including the consequential amendments, if any) is expected to have no material impact on the financial statements of the Group upon their initial application.

A2 Comments about Seasonality or Cyclicity of Operations

The prices for the Group's products are not within the control of the Group but are determined by the global supply and demand situation for edible oils.

Crop production is affected by weather conditions and age of palms.

The prices obtainable for the Group's products as well as the volume of production will determine the profits for the Group.

A3 Unusual Items Due to their Nature, Size or Incidence

There were no unusual items affecting assets, liabilities, equity, net income or cash flows for the period under review.

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Part A – Explanatory Notes Pursuant to MFRS 134 (Cont'd)

A4 Changes in Estimates

There were no changes in estimates that have had a material effect on the results of the Group for the period under review.

A5 Debt and Equity Securities

There were no issuances, cancellations, repurchases, resale and repayments of debt and equity securities for the period under review.

A6 Dividends Paid

There were no dividends paid during the current quarter.

A7 Segment Information

Information about operating segment is not reported separately as the Group's profit or loss, assets and liabilities are mainly confined to a single operating segment, namely the oil palm plantation and operation of palm oil mill.

A8 Property, Plant and Equipment**(a) Acquisitions and Disposals**

During the 12-month period ended 31 December 2020, the Group acquired assets at a cost of RM12.6million.

Assets with a carrying amount of RM136,471,392 were disposed of by the Group during the 12-month period ended 31 December 2020, resulting in a net gain on disposal of RM3,445,793 which is included in the statement of profit or loss and other comprehensive income.

(b) Valuations

The Group did not have any revalued assets.

A9 Material Events Subsequent to the End of the Interim Period

There were no material events subsequent to the end of the period under review that have not been reflected in the financial statements.

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Part A – Explanatory Notes Pursuant to MFRS 134 (Cont'd)

A10 Changes in the Composition of the Group

There were no significant changes in the composition of the Group for the quarter under review.

A11 Changes in Contingent Liabilities or Contingent Assets

There were no changes in contingent liabilities or contingent assets since the last reporting date as at 31 December 2019.

A12 Capital Commitments

The amount of capital commitments not provided for in the financial statements as at 31 December 2020 was as follows:-

	RM'000
Property, plant and equipment:-	
- Contracted but not provided for	947
- Authorised but not contracted for	-
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	947
	<hr/>

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Part A – Explanatory Notes Pursuant to MFRS 134 (Cont’d)

A13 Significant Related Party Transactions

The Group carried out the following significant transactions with the related parties during the period under review:-

	Individual Quarter 3 Months Ended		Cumulative Quarter 12 Months Ended	
	31.12.2020 RM'000	31.12.2019 RM'000	31.12.2020 RM'000	31.12.2019 RM'000
Consultancy fees paid	22	(20)	48	27
Contract charges	1,238	-	1,238	1,041
Interest paid	67	88	256	196
Management fee	-	-	-	500
Purchase of fertilisers and chemicals	185	9	199	226
Purchase of FFB	1,972	2,938	6,711	7,942
Purchase of property, plant and equipment	48	158	58	469
Purchase of stores and consumables	676	437	1,839	3,030
Rental paid	243	372	1,358	1,477
Repairs and maintenance	19	56	101	1,125
Transportation and accommodation charges	2	6	9	16
Utilities, insurance, and sundry expenses	67	95	154	181
Rental received	46	5	52	13
Sale of crude palm oil	9,500	16,322	64,549	57,317
Sale of empty bunch ash	36	-	37	-
Sale of FFB	7,090	8,987	26,496	26,450
Sale of property, plant and equipment	71	45	158	4,405
Sale of stores and consumables	12	23	59	744
Transportation and handling income	159	342	1,199	1,340
Utilities, insurance, and sundry income	16	21	88	43


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Part B – Explanatory Notes Pursuant to Appendix 9B of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad
B1 Review of Performance
Financial review for current quarter and financial year to date

	Individual Quarter 3 Months Ended		Changes (%)	Cumulative Quarter 12 Months Ended		Changes (%)
	31.12.2020	31.12.2019		31.12.2020	31.12.2019	
	RM'000	RM'000		RM'000	RM'000	
Revenue	112,255	86,475	29.8%	386,188	284,714	35.6%
Gross (loss) / profit	(6,407)	5,160	-224.2%	20,253	4,027	402.9%
Loss before interest and taxation	(31,495)	(21,970)	-43.4%	(28,526)	(45,341)	37.1%
Loss before taxation	(34,936)	(28,605)	-22.1%	(45,028)	(68,811)	34.6%
Loss after taxation	(38,634)	(24,887)	-55.2%	(53,588)	(62,843)	14.7%
Loss attributable to owners of the Company	(33,448)	(23,762)	40.8%	(41,174)	(51,568)	20.2%

Statistic	Individual Quarter 3 Months Ended		Changes (%)	Cumulative Quarter 12 Months Ended		Changes (%)
	31.12.2020	31.12.2019		31.12.2020	31.12.2019	
Production volume (MT)						
FFB	59,145	79,678	-25.8%	246,501	315,132	-21.8%
CPO	29,289	28,578	2.49%	112,376	109,514	2.6%
PK	6,269	6,361	-1.4%	24,078	23,616	2.0%
Sales volume (MT)						
CPO	28,299	29,406	-3.8%	112,403	109,611	2.6%
PK	6,254	6,684	-6.4%	24,172	23,690	2.0%
Average selling price (RM per MT)						
FFB	612	420	45.6%	491	354	38.6%
CPO	2,928	2,277	28.6%	2,652	2,017	31.5%
PK	1,772	1,237	43.2%	1,480	1,128	31.3%

**RIMBUNAN SAWIT BERHAD**

[Registration No: 200501014346(691393-U)]

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Part B – Explanatory Notes Pursuant to Appendix 9B of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad

B1 Review of Performance (cont'd)**3 Months Ended 31.12.2020 vs 31.12.2019**

The Group achieved higher revenue of RM112.3 million, an increase of 29.8% from RM86.5 million on 31 December 2020. This was principally due to ongoing favourable growth in average selling price on FFB, CPO and PK throughout the quarter by 45.6%, 28.6% and 43.2% respectively where the average selling price for FFB, CPO and PK was at RM612, RM2,928 and RM1,772 for 3 months ended 31 December 2020 respectively.

The Group recorded gross loss of 6.4 million in the current quarter as compared to corresponding period with gross profit of 5.2 million mainly due to the impact from the lower FFB production volume accompanied with lower OER extraction rate recorded.

The Group reported loss after taxation expanded by RM13.7 million to RM38.6 million as compared to RM24.9 million in the corresponding period, mainly due to the real property gain tax arising from disposal of both Lumiera and Woodijaya estates amounting to RM4.1 million and biological assets and property, plant and equipment written off for RM11.9 million.

12 Months Ended 31.12.2020 vs 31.12.2019

The Group reported a total revenue of RM386.2 million which contributed 35.6% higher than corresponding period in 2019. Overall CPO and PK production achieved 2.6% and 2.0% higher to 112,403MT and 24,172MT respectively. The sales volume also accompanied with favourable growth in average selling price by an increase of 31.5% and 31.3% to RM2,652 and RM1,480 as compared to cumulative quarter in 2019. Despite of lower FFB production for cumulative quarter in 2020, the continuing hike in FFB average selling price secured the FFB revenue towards positive growth of 8.4% compared to cumulative quarter 12 months ended 31 December 2019 based on the production volume (MT) and average selling price (RM per MT) recorded.

Overall, the Group has achieved gross profit of RM20.2 million which in line with the ongoing impact on favourable average selling price together with plantation costs being monitored and further rationalised in Year 2020.

The pre-tax loss narrowed by 34.6% from 68.9 million to 45.0 million which in line with the effort on rationalising plantation and administration costs, followed with lower loss after taxation by 14.7% from RM62.8 million to RM53.6 million for cumulative quarter in 2020.



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Part B – Explanatory Notes Pursuant to Appendix 9B of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad

B2 Material Change in the Profit Before Taxation for the Current Quarter as Compared with the Immediate Preceding Quarter

	Current Quarter Ended	Immediate Preceding Quarter Ended	Changes (%)
	31.12.2020	30.09.2020	
	RM'000	RM'000	
Revenue	112,255	111,159	1.0%
Gross (loss) / profit	(6,407)	10,162	-163.0%
(Loss)/profit before interest and taxation	(31,495)	2,075	-1617.8%
Loss before taxation	(34,936)	(1,208)	-2792.1%
Loss after taxation	(38,634)	(4,482)	-762.0%
Loss attributable to owners of the Company	(33,448)	(2,025)	-1551.8%

Statistic	Current Quarter Ended	Immediate Preceding Quarter Ended	Changes (%)
	31.12.2020	30.09.2020	
Production volume (MT)			
FFB	59,145	68,610	-13.8%
CPO	29,289	33,054	-11.4%
PK	6,269	7,095	-11.6%
Sales volume (MT)			
CPO	28,299	33,317	-15.1%
PK	6,254	7,142	-12.4%
Average selling price (RM per MT)			
FFB	612	481	27.2%
CPO	2,928	2,643	10.8%
PK	1,772	1,349	31.4%

3 Months Ended 31.12.2020 vs 30.09.2020

Revenue slightly increased by 1.0% to RM112.3 million mainly attributed to higher average selling price on FFB, CPO and PK by 27.2%, 10.8% and 31.4% to RM612, RM2,928 and RM1,772 respectively despite of lower production volume of FFB, CPO and PF recorded as compared to immediate preceding quarter.

Concurrently, the Group recorded pre-tax loss of RM34.9 million and loss after taxation of RM38.6 million, both expanded mainly due to the biological assets and property, plant and equipment written off for RM11.9 million and impairment loss on goodwill for RM5.0 million.

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B3 Commentary on Prospects

The price of Malaysia's fresh palm oil fruit bunches and crude palm oil were at a high level, which was partly due to the high demand from buyers, including those from China and India. Besides that, all oil palm holders will benefit from the increase in crude palm oil after the India's government decided to reduce of import duty for crude palm oil to 27.5% from 37.5%. This is expected to increase the total export of palm oil to India as well as increase the price of crude palm oil in our country. On the other hand, Malaysia Government had urged the European Union Representative to cease its discriminatory stand against the country's palm oil and to recognise the Malaysian Sustainable Palm Oil Certificate. This efforts to assist relevant ministries would continue in order to strengthen Malaysia's palm oil industry.

The Group is expected to register higher profit margin on the back of continuous growth in our FFB production and uptrend in CPO price. We are confident that our FFB production can be further boosted through operational efficiencies alongside increasing areas of matured palm trees in prime age category. We will focus on improving our FFB yield by maximizing our harvesters' productivity, enhancing labour recruitment processes, minimizing operating costs to reasonable level and enforcing other strategic plans in order to achieve targeted operating margin.

The Group committed to be vigilant in improving its operations by improving yield, optimizing resources, rationalizing cost and embracing enterprise risk management in order to ensure the Group stays resilient in this challenging economic outlook due to Covid-19 pandemic and uncertainty remains on the CPO market demand.

B4 Financial Estimate, Forecast, Projection or Internal Targets

The Group has not issued any financial estimate, forecast, projection or internal targets for the period under review.

B5 Income Tax Expense

	Individual Quarter 3 Months Ended		Cumulative Quarter 12 Months Ended	
	31.12.2020 RM'000	31.12.2019 RM'000	31.12.2020 RM'000	31.12.2019 RM'000
Tax expense for the year:				
Current tax	2,296	2,580	9,048	2,757
Real property gain tax	4,104	29	4,104	29
Deferred tax	(2,702)	(6,327)	(4,592)	(8,754)
	<u>3,698</u>	<u>(3,718)</u>	<u>8,560</u>	<u>(5,968)</u>

The effective tax rate for the Group were higher than the statutory tax rate of 24%. This is mainly due to expenses not deductible for tax purposes and tax losses of certain subsidiaries where deferred tax assets have not been recognised.



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Part B – Explanatory Notes Pursuant to Appendix 9B of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad

B6 Corporate Proposals Pending Completion and Status of Utilisation of Proceeds Raised from Corporate Proposals

On 22 February 2017, Rimbunan Sawit Berhad (“RSB”) and its subsidiary had entered into agreements (collectively referred to as “Agreements”) as set out as following:		
Proposal	Status	Status
(i) Simunjan Agreement	Conditional Sale and Purchase Agreement between RSB (“Vendor”) and Tiasa Mesra Sdn Bhd (“Buyer”) for the proposed disposal of the License Rights via an absolute assignment, development costs, biological assets, commercial rights and all the fixtures and fittings for a cash consideration of RM 150.0 million	Completed on 25 October 2018
(ii) Lundu Mill Agreement	Conditional Sale and Purchase Agreement between RSB Lundu Palm Oil Mill Sdn Bhd (“Company or Buyer”) and R H Lundu Palm Oil Mill Sdn Bhd (“R H Lundu or Vendor”) for the proposed acquisition of a parcel of Lundu Land with approximately 67.5 ha and together with the Lundu Oil Mill comprising workers’ quarters; and Plantation assets for a total cash consideration of RM 33.7 million	Refer Approvals/ Status pending
(iii) Sasat Agreement	Conditional Share Sale Agreement for the proposed acquisition of entire SHSB Shares, for a total cash consideration of RM 17.0 million	Completed on 27 November 2018
Advisers	Maybank Investment Bank Berhad & Mercury Securities Sdn Bhd	
Approvals / Status Pending (Lundu Mill Agreement)		
(i)	The completion of the subdivision of the Parent Lot 248 culminating in the issuance of a separate document of title to the Lundu Land with a term of lease of 60 years from the date of registration of the provisional lease of the Parent Lot 248 by the Land & Survey Kuching Division. The Director of Land and Survey Kuching Division’s consent for the transfer of the Lundu Land to RSB Lundu. The Superintendent of Land and Survey’ consent in writing for the transfer of the Lundu Land to RSB Lundu in accordance with Section 31 of the Sarawak Land Code; and completion of Simunjan Agreement.	
(ii)	On 20 February 2019, RSB Lundu has settled the Partial Balance Sum to RH Lundu to complete the acquisition of the Lundu Oil Mill (including the workers’ quarters) and the Plantation Assets (“Partial Completion Date”). As such, the Lundu Land is the remaining asset to be completed under the Lundu Acquisition SPA, which is to be fulfilled by RH Lundu within 18 months from the Partial Completion Date or such other extended period as RH Lundu and RSB Lundu may mutually agree upon.	
(iii)	On 18 th August 2020, RSB Lundu acquisition SPA have mutually agreed to extend a period of another eighteen (18) months from 18 August 2020 until 18 February 2022 to fulfill the Conditions Subsequent.	
(iv)	On 5 th February, 2021, R H Lundu had received the title to the Lundu Land (“Subdivided Title”) with a term lease of 60 years from 30 January 2004, being the date of registration of the provisional lease of the Parent Lot 248, the issuance of which is by the Land and Survey Kuching Division (“Subdivision”). The land size set out in the Subdivided Title is 68.6 hectares, representing an increase of 1.1 hectare or approximately 1.6% as compared to the size of the Parent Lot 248 stated in the Lundu Acquisition SPA. Such increase in size is meant to include the access road to the plantation estate. The Subdivision is one of the Conditions Subsequent set out in the Supplemental SPA for the Proposed Lundu Acquisition. Notwithstanding the above, the Lundu Acquisition SPA is subject to two Conditions Subsequent which remain to be fulfilled by RH Lundu within 18 months from 19 August 2020 until 18 February 2022 or such other extended period as R H Lundu and RSB Lundu may mutually agree upon.	

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Part B – Explanatory Notes Pursuant to Appendix 9B of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad**B6 Corporate Proposals Pending Completion and Status of Utilisation of Proceeds Raised from Corporate Proposals (cont'd)**

Status of Utilisation of Proceeds Raised from Corporate Proposals						
No.	Purpose	Proposed Utilisation (RM'mil)	Actual Utilisation (RM'mil)	Intended Time-frame	Deviation	
					RM'mil	%
1	Lundu Acquisition (quarters, oil mill and plantation assets)	31.2	31.2	August 2020	-	-
2	Lundu Acquisition (Land Lot 248)	2.5	-	February 2022	-	-
3	Sastat Holdings Sdn Bhd Acquisition	17.0	17.0	November 2018	-	-
4	Repayment of Simunjan Credit Facilities	58.0	58.0	October 2018	-	-
5	Repayment of advance	23.0	23.0	December 2020	-	-
6	Working capital and defray expenses relating to Corporate Proposals	18.3	18.3	December 2019	-	-
	Total	150.0	147.5		-	-

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Part B – Explanatory Notes Pursuant to Appendix 9B of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad

B6 Corporate Proposals Pending Completion and Status of Utilisation of Proceeds Raised from Corporate Proposals (cont'd)

Proposal	<p>On 22 January 2020, Rimbunan Sawit Berhad (“RSB”)’s wholly-owned subsidiary, Lumiera Enterprise Sdn. Bhd. (“Lumiera”) had entered into a Sale and Purchase Agreement (“S&P”) with Biogreen Success Sdn. Bhd. (“Biogreen”) to dispose all that parcel of land situated at Along Batang Baram, Baram together with the oil palm plantation, its facilities, infrastructures, improvements, immovable assets but excluding the movable assets thereon for a total cash consideration of Ringgit Malaysia Eighty-Five Million (RM85,000,000) (“Proposed Disposal”).</p>																																										
Status	<p>The Proposed Disposal is condition upon obtaining Land and Survey Department’s consent to transfer the land to Biogreen Success Sdn. Bhd. and charged to its Financier and completion of due diligence review by Biogreen Success Sdn. Bhd.</p> <p>On 31 March 2020, Lumiera has entered into a supplementary agreement (“SA”) with Biogreen to amend and vary the payment terms and the handover of the Lumiera estate. 10% deposit paid upon signing S&P, another 10% shall be paid upon signing SA and the 3rd 10% will be paid upon Biogreen taking possession of Lumiera estate’s operation, and remaining RM59.5 million shall be paid within 2 months upon completing the conditions precedent as stipulated in the S&P.</p> <p>On 12 May 2020, the director’s consent to transfer was obtained. Therefore the company is required to declare RGPT within 60 days from 12th May, 2020 together with 3% purchase price.</p> <p>On 17 July 2020, the application for permission to transfer and charge the land, Lot 2 Block 11 Teraja Land District from Lumiera Enterprise Sdn Bhd (Land Owner) to Biogreen Success Sdn Bhd (Transferee) with amount of consideration of Ringgit Malaysia Eighty-Five Million (RM85,000,000) was approved by Land and Survey Department Sarawak, Miri Region.</p> <p>On 30 July 2020, a redemption sum of RM30,000,000 has been released by purchaser’s financier to fully settle the banking facilities.</p> <p>On 1 September 2020, Lumiera has received the remaining balance of Purchase Price amounting to Ringgit Malaysia Twenty Nine Million One Hundred and Nineteen Thousand (RM29,119,000.00) from Biogreen. Hence, the Proposed Disposal is completed on 1 September 2020.</p> <p>The sale proceeds and the breakdown of utilisation are tabulated as below:</p> <table border="1" style="width: 100%; border-collapse: collapse;"> <thead> <tr> <th rowspan="2">No.</th> <th rowspan="2">Purposes</th> <th rowspan="2">Proposed Utilisation (RM’mil)</th> <th rowspan="2">Actual Utilisation (RM’mil)</th> <th rowspan="2">Intended Time-Frame</th> <th colspan="2">Deviation</th> </tr> <tr> <th>RM’mil</th> <th>%</th> </tr> </thead> <tbody> <tr> <td>1.</td> <td>Repayment of Lumiera Credit Facilities</td> <td>30.5</td> <td>30.5</td> <td>3rd Quarter 2020</td> <td>-</td> <td>-</td> </tr> <tr> <td>2.</td> <td>Repayment of advances</td> <td>30.0</td> <td>30.0</td> <td>3rd Quarter 2020</td> <td>-</td> <td>-</td> </tr> <tr> <td>3.</td> <td>Working capital and defray expenses relating to Corporate Proposals</td> <td>24.5</td> <td>24.5</td> <td>3rd Quarter 2020</td> <td>-</td> <td>-</td> </tr> <tr> <td></td> <td>Total</td> <td>85.0</td> <td>85.0</td> <td></td> <td>-</td> <td>-</td> </tr> </tbody> </table>						No.	Purposes	Proposed Utilisation (RM’mil)	Actual Utilisation (RM’mil)	Intended Time-Frame	Deviation		RM’mil	%	1.	Repayment of Lumiera Credit Facilities	30.5	30.5	3 rd Quarter 2020	-	-	2.	Repayment of advances	30.0	30.0	3 rd Quarter 2020	-	-	3.	Working capital and defray expenses relating to Corporate Proposals	24.5	24.5	3 rd Quarter 2020	-	-		Total	85.0	85.0		-	-
No.	Purposes	Proposed Utilisation (RM’mil)	Actual Utilisation (RM’mil)	Intended Time-Frame	Deviation																																						
					RM’mil	%																																					
1.	Repayment of Lumiera Credit Facilities	30.5	30.5	3 rd Quarter 2020	-	-																																					
2.	Repayment of advances	30.0	30.0	3 rd Quarter 2020	-	-																																					
3.	Working capital and defray expenses relating to Corporate Proposals	24.5	24.5	3 rd Quarter 2020	-	-																																					
	Total	85.0	85.0		-	-																																					



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Part B – Explanatory Notes Pursuant to Appendix 9B of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad

B6 Corporate Proposals Pending Completion and Status of Utilisation of Proceeds Raised from Corporate Proposals (cont'd)

<p>Proposal</p>	<p>On 4 June 2020, Rimbunan Sawit Berhad (“RSB”) wholly-owned subsidiary namely Woodijaya Sdn. Bhd. had entered into a Sale and Purchase Agreement with Muzana Plantation JV Sdn. Bhd. to dispose one (1) parcel of land situated at between Sungai Bakong and Sungai Baram, Baram containing an area of 2,819 hectares, more or less and described as Lot 1200, Puyut Land District together with the oil palm plantation, its facilities, infrastructures, improvements, immovable assets but excluding the movable assets thereon for a total cash consideration of Ringgit Malaysia Fifty-Three Million (RM53,000,000) only (“Proposed Disposal”).</p>																																					
<p>Status</p>	<p>The total sale consideration of RM53 million was arrived at on a “willing buyer willing seller” basis. In addition, it is also in reference to the estate’s value in use and valuation reports on the estate dated 15 January 2020 prepared by Henry Butcher (Malaysia) Sdn. Bhd.</p> <p>The sale proceeds from the Proposed Disposal will be utilized to repay the bank borrowings and to strengthen the Group’s cash flow position. It is part of the Group rationalization plan to further streamline and to better manage its portfolio of oil palm estate.</p> <p>The Proposed Disposal is condition upon obtaining Land and Survey Department’s consent to transfer the land to Muzana Plantation JV Sdn. Bhd. and charged to its Financier.</p> <p>On 4 June 2020, 15% of purchase price has been paid as S&P deposit, and remaining RM43,460,000 shall be paid within 3 months upon completing the conditions precedent as stipulated in the S&P.</p> <p>On 15 July 2020, the application for permission to transfer and charge the land, Lot 1200 Puyut Land District from Woodijaya Sdn Bhd (Land Owner) to Muzana Plantation JV Sdn Bhd (Transferee) with amount of consideration of Ringgit Malaysia Fifty-Three Million (RM53,000,000) was approved by Land and Survey Department Sarawak, Miri Region.</p> <p>On 3 September 2020, Woodijaya Sdn Bhd has submitted RPTG tax return for amount of RM1,774,840.</p> <p>On 11 September 2020, Woodijaya Sdn Bhd has received a redemption sum of RM5.05 million.</p> <p>On 5 October 2020, Woodijaya Sdn Bhd has received the remaining balance of Purchase Price amounting to Ringgit Malaysia Thirty Eight Million Four Hundred and Ten Thousand (RM38,410,000.00) from Muzana Plantation JV Sdn Bhd. Hence, the Proposed Disposal is completed on 5 October 2020.</p> <p>The sale proceeds and the breakdown of utilisation are as below:</p> <table border="1" data-bbox="309 1503 1417 1868"> <thead> <tr> <th rowspan="2">No.</th> <th rowspan="2">Purposes</th> <th rowspan="2">Proposed Utilisation (RM'mil)</th> <th rowspan="2">Actual Utilisation (RM'mil)</th> <th rowspan="2">Intended Time-Frame</th> <th colspan="2">Deviation</th> </tr> <tr> <th>RM'mil</th> <th>%</th> </tr> </thead> <tbody> <tr> <td>1.</td> <td>Repayment of Woodijaya Credit Facilities</td> <td>5.0</td> <td>5.0</td> <td>4th Quarter 2020</td> <td>-</td> <td>-</td> </tr> <tr> <td>2.</td> <td>Repayment of Group short term borrowings</td> <td>15.0</td> <td>15.0</td> <td>4th Quarter 2020</td> <td>-</td> <td>-</td> </tr> <tr> <td>3.</td> <td>Working capital and defray expenses relating to Corporate Proposals</td> <td>33.0</td> <td>33.0</td> <td>4th Quarter 2020</td> <td>-</td> <td>-</td> </tr> <tr> <td></td> <td>Total</td> <td>53.0</td> <td>53.0</td> <td></td> <td>-</td> <td>-</td> </tr> </tbody> </table>	No.	Purposes	Proposed Utilisation (RM'mil)	Actual Utilisation (RM'mil)	Intended Time-Frame	Deviation		RM'mil	%	1.	Repayment of Woodijaya Credit Facilities	5.0	5.0	4 th Quarter 2020	-	-	2.	Repayment of Group short term borrowings	15.0	15.0	4 th Quarter 2020	-	-	3.	Working capital and defray expenses relating to Corporate Proposals	33.0	33.0	4 th Quarter 2020	-	-		Total	53.0	53.0		-	-
No.	Purposes						Proposed Utilisation (RM'mil)	Actual Utilisation (RM'mil)	Intended Time-Frame	Deviation																												
		RM'mil	%																																			
1.	Repayment of Woodijaya Credit Facilities	5.0	5.0	4 th Quarter 2020	-	-																																
2.	Repayment of Group short term borrowings	15.0	15.0	4 th Quarter 2020	-	-																																
3.	Working capital and defray expenses relating to Corporate Proposals	33.0	33.0	4 th Quarter 2020	-	-																																
	Total	53.0	53.0		-	-																																

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Part B – Explanatory Notes Pursuant to Appendix 9B of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad**B6 Corporate Proposals Pending Completion and Status of Utilisation of Proceeds Raised from Corporate Proposals (cont'd)**

Proposal	<p>On 25 August 2020, Maybank IB had, on behalf of our Board, announced that Rimbunan Sawit Berhad propose to undertake the Proposed Capital Reduction. The Proposed Capital Reduction entails the reduction of the issued share capital of the Company via the cancellation of the Company's paid up share capital which is lost or unrepresented by available assets of RM192,528,933 pursuant to Section 117 of the Act. The corresponding credit of RM192,528,933 arising from the Proposed Capital Reduction will be used to set-off against the Company's accumulated losses while the remaining balance, if any, will be credited to the retained earnings of the Company which shall be used in a manner to be determined by the Board at a later date and in the best interest of the Company as permitted by the relevant and applicable laws as well as the Main Market Listing Requirements of Bursa Securities.</p>
Status	<p>On 25 August 2020, The Board approved the Proposed Capital Reduction and the announcement of the Proposed Capital Reduction has been made on the same day.</p> <p>On 28 August 2020, submission of draft Circular to Bursa Securities.</p> <p>On 14 September 2020, Bursa Securities' clearance of the Circular.</p> <p>On 15 September 2020, Announcement of notice of Extraordinary General Meeting.</p> <p>On 17 September 2020, Despatch of Circular to shareholders.</p> <p>On 12 October 2020, The shareholders approved the Proposed Capital Reduction in EGM and the outcome of EGM was announced on the same day. Any application by a creditor of Rimbunan Sawit Berhad objecting to or to cancel the special resolution dated 12 October 2020 to effect the Proposed Capital Reduction must be made to the High Court before 23 November 2020. Otherwise, the Proposed Capital Reduction will deem as completed.</p> <p>On 30 November 2020, Company has not received any application under Section 118(2) of the Act for the cancellation of the special resolution passed at the Company's extraordinary general meeting held on 12 October 2020 for the Proposed Capital Reduction. Pursuant thereto, the Company had, on 30 November 2020, lodged the relevant documents as required by Section 119(1) of the Act with the Registrar of Companies ("ROC") and subsequently received the notice dated 30 November 2020 issued by the ROC ("Notice") confirming the reduction of share capital. Pursuant to Section 119(4) of the Act, the Notice shall be conclusive evidence that all the requirements of the Act with respect to the reduction of share capital have been complied with. Accordingly, the Proposed Capital Reduction is effective as at 30 November 2020. Following the completion of the Proposed Capital Reduction, the issued share capital of the Company is RM614,600,000 comprising 2,041,722,343 RSB Shares.</p>

Save as disclosed above, there were no corporate proposals announced but not completed as at 18 February 2021, being the latest practicable date.



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Part B – Explanatory Notes Pursuant to Appendix 9B of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad

B7 Group Borrowings

	As at 31.12.2020 (RM'000)			As at 31.12.2019 (RM'000)		
	Short-term	Long-term	Total	Short-term	Long-term	Total
Secured:-						
Bank overdrafts	430	-	430	10,083	-	10,083
Bankers' acceptance	16,458	-	16,458	15,517	-	15,517
Lease liabilities	5,118	2,221	7,339	3,454	5,971	9,425
Revolving credit	128,607	-	128,607	157,291	-	157,291
Term loans	13,023	186,983	200,006	57,195	197,611	254,806
	163,636	189,204	352,840	243,540	203,582	447,122
Unsecured:-						
Bank overdrafts	1,418	-	1,418	7,541	-	7,541
Bankers' acceptance	9,450	-	9,450	12,656	-	12,656
Loans	22,200	1,820	24,020	3,020	-	3,020
Promissory note	3,950	-	3,950	4,200	-	4,200
Revolving credit	16,450	-	16,450	30,900	-	30,900
Term loans	-	-	-	1,118	390	1,508
	53,468	1,820	55,288	59,435	390	59,825
Total Borrowings	217,104	191,024	408,128	302,975	203,972	506,947

- a) The effective HP interest rates ranging from 4.8% to 5.5% per annum.
- b) The bank overdraft is bearing interest ranging from base lending rate +0.5% to 1.5% per annum.
- c) The bankers' acceptance, revolving credit and term loan bore interest ranging from cost of funds + 0.5% to 2.5% per annum.
- d) The promissory note bore interest ranging from 2.9% to 4.0% per annum.

**RIMBUNAN SAWIT BERHAD**

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Part B – Explanatory Notes Pursuant to Appendix 9B of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad (Cont'd)

B8 Material Litigation

The Group has no outstanding material litigation which might materially and adversely affect the position or business of the Group as at 18 February 2021 being the latest practicable date.

B9 Dividends

No interim dividend has been declared for the period ending 31 December 2020.

B10 Loss Per Share

	Individual Quarter 3 Months Ended		Cumulative Quarter 12 Months Ended	
	31.12.2020	31.12.2019	31.12.2020	31.12.2019
Loss attributable to the Company (RM'000)	(38,634)	(24,887)	(53,588)	(62,843)
Weighted average number of ordinary shares ('000):- Issued ordinary shares at 1 Oct / 1 January	1,418,487	1,418,487	1,418,487	1,418,487
Effect of conversion of ICPS	623,235	623,235	623,235	623,235
Weighted average number of ordinary shares at 31 December	2,041,722	2,041,722	2,041,722	2,041,722
Basic loss per share (sen)	(1.89)	(1.22)	(2.62)	(3.08)

The diluted earnings per share was not applicable as there were no dilutive potential ordinary shares outstanding at the end of the reporting period.

B11 Audit Report of the Preceding Annual Financial Statements

The auditors' report on the financial statements for the financial year ended 31 December 2019 was not subject to any qualification.


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Part B – Explanatory Notes Pursuant to Appendix 9B of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad (Cont'd)
B12 Loss Before Taxation

Loss before taxation is arrived at after charging/(crediting):-

	Individual Quarter 3 Months Ended		Cumulative Quarter 12 Months Ended	
	31.12.2020 RM'000	31.12.2019 RM'000	31.12.2020 RM'000	31.12.2019 RM'000
Allowance for stock obsolescence	-	4	-	4
Allowance for stock obsolescence no longer required	-	(2)	(6)	(15)
Amortisation of intangible assets	73	72	291	290
Audit fee:-				
- current financial year	377	371	377	371
- (over) / under provision in the previous year	(1)	(16)	(1)	(16)
Bad debts written off	215	21	257	22
Biological assets written off	9,373	219	9,373	219
Changes in fair value of other investment	3,339	292	(1,643)	292
Changes in fair value of biological assets	1,748	(317)	606	(1,130)
Depreciation of property, plant and equipment	21,503	16,982	72,977	70,865
Directors' remuneration	155	1,303	597	1,593
Finance costs	3,441	6,927	16,502	23,762
(Gain) / Loss on disposal of an associated company	-	-	-	(603)
Inventories written off	-	-	-	-
Loss / (Gain) on disposal of property, plant and equipment	1,163	(4,548)	(3,446)	(7,361)
Impairment losses on:-				
- goodwill	5,000	3,854	5,000	3,854
- property, plant and equipment	-	25,885	-	25,885
Interest income	(18)	(45)	(26)	(47)
Management fee	-	18	-	518
Property, plant and equipment written off	5,005	51	5,204	367
Rental income	(35)	69	(63)	-
Rental on equipment	10	(249)	116	-
Rental on premises	114	(1,123)	1,233	-
Staff costs:-				
- short-term employee benefits	6,644	6,545	27,473	28,591
- defined contribution plan	721	728	2,953	3,149



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Part B – Explanatory Notes Pursuant to Appendix 9B of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad (Cont'd)

B13 Derivatives

(a) Nature of outstanding derivatives

There were no outstanding derivatives as at the end of the reporting period.

(b) Risks and Policies of Derivatives

The Group did not enter into any derivatives during the 12-month period ended 31 December 2020.

(c) Gains/losses Arising from Fair Value Changes of Financial Liabilities

The Group did not have any financial liabilities measured at fair value through profit or loss as at 31 December 2020 and 31 December 2019.

B14 Authorisation for Issue

The interim financial statements were authorised for issue by the Board of Directors in accordance with a resolution of the Directors dated 24 February 2020.