

SARAWAK OIL PALMS BERHAD

(Incorporated in Malaysia – 7949-M)

INTERIM REPORT FOR THE SECOND QUARTER ENDED 30 JUNE 2012

(The figures have not been audited)

Condensed Consolidated Statement of Financial Position**As at 30 June 2012**

	Note	30 June 2012 RM'000	31 December 2011 RM'000
ASSETS			
Non-current Assets			
Property, plant and equipment	A1	663,204	602,248
Plantation development expenditure	A1	542,897	514,837
Land held for property development		9,383	8,352
Prepaid lease payments	A1	251,646	250,600
Investment in Associate		7,650	-
Other receivables		-	32
Intangible assets		5,182	5,182
Deferred tax assets		4,980	4,485
		<u>1,484,942</u>	<u>1,385,736</u>
Current Assets			
Inventories		199,728	91,249
Trade and other receivables		69,800	60,527
Cash and bank balances		441,670	510,774
		<u>711,198</u>	<u>662,550</u>
TOTAL ASSETS		<u>2,196,140</u>	<u>2,048,286</u>
EQUITY AND LIABILITIES			
Equity attributable to equity holders of the parent			
Share capital		436,268	434,477
Share premium		6,982	5,813
Other reserve		3,758	2,698
Hedging reserve		(729)	(860)
Retained earnings		867,086	775,487
		<u>1,313,365</u>	<u>1,217,615</u>
Non-controlling interest		<u>129,224</u>	<u>122,942</u>
Total equity		<u>1,442,589</u>	<u>1,340,557</u>
Non-current liabilities			
Deferred tax liabilities		121,591	121,026
Borrowings	B8	419,789	355,163
Derivative Financial Instruments	B9	1,085	1,006
		<u>542,465</u>	<u>477,195</u>
Current liabilities			
Borrowings	B8	64,662	63,620
Trade and other payables		143,988	150,935
Current tax payable		2,026	15,221
Derivative Financial Instruments	B9	410	758
		<u>211,086</u>	<u>230,534</u>
Total liabilities		<u>753,551</u>	<u>707,729</u>
TOTAL EQUITY AND LIABILITIES		<u>2,196,140</u>	<u>2,048,286</u>
Net assets per share (RM)		3.01	2.80

(The Condensed Consolidated Balance Sheet should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2011 and the accompanying explanatory notes attached to this report)

SARAWAK OIL PALMS BERHAD

(Incorporated in Malaysia – 7949-M)

**Condensed Consolidated Statement of Comprehensive Income
For the Six-Months Period Ended 30 June 2012**

	Note	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
		3 months ended		6 months ended	
		2012	2011	2012	2011
		30 June	30 June		
		RM'000	RM'000	RM'000	RM'000
Continuing Operations					
Revenue		281,602	288,185	510,385	526,669
Operating expenses		(206,991)	(174,934)	(377,799)	(332,374)
Other operating income		4,192	2,266	7,513	5,776
Administrative expenses		(3,646)	(713)	(5,871)	(2,176)
Finance costs		(1,788)	(1,646)	(3,549)	(3,183)
Profit before tax		73,369	113,158	130,679	194,712
Taxation	B6	(18,504)	(35,367)	(32,868)	(55,945)
Profit for the period		54,865	77,791	97,811	138,767
Other comprehensive income:					
Net changes in fair value of derivatives	B9	156	145	202	1,063
Other comprehensive income for the period, net of tax		156	145	202	1,063
Total comprehensive income for the period		55,021	77,936	98,013	139,830
Profit attributable to:					
Owners of the parent		51,890	69,844	91,599	125,254
Non-controlling interest		2,975	7,947	6,212	13,513
		54,865	77,791	97,811	138,767
Total comprehensive income attributable to:					
Owners of the parent		51,993	69,939	91,731	125,945
Non-controlling interest		3,028	7,997	6,282	13,885
		55,021	77,936	98,013	139,830
Earning per share attributable to Equity holders of the parent (Sen):					
Basic	B12	11.90	15.92	21.03	28.76
Diluted	B12	11.72	15.67	20.72	28.32

(The Condensed Consolidated Income Statements should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2011 and the accompanying explanatory notes attached to this report)

SARAWAK OIL PALMS BERHAD

(Incorporated in Malaysia – 7949-M)

**Condensed Consolidated Statement of Changes in Equity
For the Six-Months Period Ended 30 June 2012**

	Attributable to Equity Holders of the Parent							
	Equity, total RM'000	Equity attributable to owners of the parent, total RM'000	Non-Distributable			Distributable		
			Share capital RM'000	Share premium RM'000	Employee share option reserve RM'000	Hedge reserve RM'000	Retained earnings RM'000	Minority interest RM'000
At 1 January 2012	1,340,557	1,217,615	434,477	5,813	2,698	(860)	775,487	122,942
Total comprehensive income	98,012	91,730	-	-	-	131	91,599	6,282
Transactions with owners								
Issuance of ordinary shares:								
Pursuant to exercise of ESOS	2,960	2,960	1,791	1,169	-	-	-	-
Share option granted under ESOS:								
Recognised in profit or loss	1,060	1,060	-	-	1,060	-	-	-
At 30 June 2012	<u>1,442,589</u>	<u>1,313,365</u>	<u>436,268</u>	<u>6,982</u>	<u>3,758</u>	<u>(729)</u>	<u>867,086</u>	<u>129,224</u>
At 1 January 2011	1,096,468	974,156	431,086	2,790	2,571	(1,466)	539,175	122,312
Total comprehensive income	267,134	242,789	-	-	-	606	242,183	24,345
Transactions with owners								
Dilution arising from issuance of shares by								
Subsidiaries	-	7,134	-	-	-	-	7,134	(7,134)
Dividend on ordinary shares	(13,005)	(13,005)	-	-	-	-	(13,005)	-
Dividend paid to non-controlling interest	(13,455)	-	-	-	-	-	-	(13,455)
Acquisition of shares on non-controlling interests	(3,850)	-	-	-	-	-	-	(3,850)
Issuance of redeemable preference shares to Non-controlling interests	724	-	-	-	-	-	-	724
Issuance of ordinary shares:								
Pursuant to exercise of ESOS	3,477	3,477	2,050	1,427	-	-	-	-
Pursuant to exercise of warrant	1,341	1,341	1,341	-	-	-	-	-
Share option granted under ESOS:								
Recognised in profit or loss	1,723	1,723	-	-	1,723	-	-	-
Exercise of ESOS	-	-	-	1,596	(1,596)	-	-	-
At 31 December 2011	<u>1,340,557</u>	<u>1,217,615</u>	<u>434,477</u>	<u>5,813</u>	<u>2,698</u>	<u>(860)</u>	<u>775,487</u>	<u>122,942</u>

(The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2011 and the accompanying explanatory notes attached to this report)

SARAWAK OIL PALMS BERHAD

(Incorporated in Malaysia – 7949-M)

**Condensed Consolidated Cash Flow Statement
For the Six-Months Period Ended 30 June 2012**

	Note	30 June 2012 RM'000	30 June 2011 RM'000
Operating activities			
Profit before tax		130,679	194,712
Adjustments for non-cash flow:			
Depreciation and amortisation of property, plant and equipment		30,455	27,398
Employee expenses under ESOS		1,060	772
Gain on disposal of property, plant and equipment		(286)	56
Property, plant and equipment written off		35	-
Inventory written off		15	-
Interest income		(6,194)	(4,933)
Interest expenses		3,549	3,183
Operating cash flows before changes in working capital		159,313	221,188
Increase in inventories		(107,692)	(42,839)
Decrease in trade and other receivables		34,172	30,851
Decrease in trade and other payables		(45,277)	(14,279)
Cash flows from operations		40,516	194,921
Tax paid		(52,680)	(26,753)
Net cash flows (used in)/generated from operating activities		(12,164)	168,168
Investing activities			
Acquisition of property, plant and equipment		(81,372)	(72,401)
Additions of plantation development expenditure		(28,824)	(32,313)
Addition in prepaid land lease payment		-	(3,031)
Investment in associate		(7,650)	-
Proceeds from disposal of property, plant and equipment		1,049	25
Interest received		6,194	4,933
Net cash flows used in investing activities		(110,603)	(102,787)
Financing activities			
Net changes in revolving credits and trade finance credit		(1,000)	(5,000)
Proceeds from term loans		58,120	47,300
Proceeds from issuance of share capital		2,959	3,024
Proceeds from banker acceptance		15,309	-
Dividend paid to non-controlling interest		(300)	(4,065)
Repayment of hire purchase		(4,388)	(6,185)
Repayment of term loans		(9,799)	(13,622)
Interest paid		(7,238)	(6,963)
Net cash flows from financing activities		53,663	14,489
NET (DECREASE)/INCREASE IN CASH AND CASH EQUIVALENTS		(69,104)	79,870
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE FINANCIAL YEAR		510,774	368,694
CASH AND CASH EQUIVALENTS AT END OF THE FINANCIAL PERIOD		441,670	448,564

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**Condensed Consolidated Cash Flow Statement
For the Six-Months Period Ended 30 June 2012**

	Note	30 June 2012 RM'000	30 June 2011 RM'000
Cash and cash equivalents at the end of the financial period comprised the following:			
Wholesale money market deposits		18,400	29,600
Fixed deposits with licensed banks		382,473	345,367
Cash on hand and at bank		40,797	73,597
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Cash and bank balances		441,670	448,564
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(The Condensed Consolidated Cash Flow Statement should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2011 and the accompanying explanatory notes attached to this report)

SARAWAK OIL PALMS BERHAD

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Explanatory Notes To The Interim Report – 30 June 2012

A. FRS (Financial Reporting Standards) 134 – Paragraph 16

A1. Accounting policies

The interim financial statements have been prepared under the historical cost convention except for the revaluation of leasehold land.

The interim financial statements of the Group are unaudited and have been prepared in accordance with the requirements of FRS 134 – Interim Financial Reporting and Chapter 9, Part K of the Listing Requirements of Bursa Malaysia Securities Berhad (“BMSB”).

The accounting policies and methods of computation used in the preparation of the interim financial statements are consistent with those used in the preparation of the last audited financial statements for the financial year ended 31 December 2011.

The Company has applied the following accounting standards, amendments and interpretations that have been issued by the Malaysian Accounting Standards Board effective for annual periods beginning on 1 January 2011:-

Amendments to FRS 132: Classification of Rights issues

FRS 1: First-time Adoption of Financial Reporting Standards

FRS 3: Business Combinations

Amendments to FRS 2: Share-based Payment

Amendments to FRS 5: Non-current Assets Held for Sale and Discontinued Operations

Amendments to FRS 127: Consolidated and Separate Financial statements

Amendments to FRS 138: Intangible Assets

Amendment to IC Interpretation 9: Reassessment of Embedded Derivatives

IC Interpretation 12: Service Concession Agreements

IC Interpretation 16: Hedges of a Net Investment in a Foreign Operation

IC Interpretation 17: Distributions of Non-cash Assets to Owners

Amendments to FRS 1: Limited Exemption from Comparative FRS 7 Disclosures for First-time Adopters

Amendments to FRS 1: Additional Exemptions for First-time Adopters

Amendments to FRS 2: Group Cash-settled Share-Based Payment Transactions

Amendments to FRS 7: Improving Disclosures about Financial Instruments

Amendments to FRS ‘Improvements to FRS (2010)’

IC Interpretation 4 : Determining Whether An Arrangement Contains a Lease

IC Interpretation 18: Transfers of Assets from Customers

Malaysian Financial Reporting Standards (MFRS Framework)

On 19 November 2011, the Malaysian Accounting Standards Board (MASB) issued a new MASB approved accounting framework, the Malaysian Financial Reporting Standards (MFRS Framework).

The MFRS Framework is to be applied by all Entities other than Private Entities for financial year beginning on or after 1 January 2012, with the exception of entities that are within the scope of MFRS 141 Agriculture (MFRS 141) and IC Interpretation 15 Agreements for Construction of Real Estate (IC 15), including its parent, significant investor and venture (herein called ‘Transitioning Entities’)

Transitioning Entities will be allowed to defer adoption of the new MFRS Framework for an additional two year. Consequently, adoption of the MFRS Framework by Transitioning Entities will be mandatory for financial year beginning on or after 1 January 2014.

Explanatory Notes To The Interim Report – 30 June 2012**A1. Accounting policies (Continued)**

The Group falls within the scope definition of Transitioning Entities and accordingly, will be required to prepare financial statements using the MFRS framework in its first MFRS financial statements for the financial year ended 31 December 2014. In presenting its first MFRS financial statements, the Group will be required to restate the comparative financial statements to amounts reflecting the application of MFRS Framework. Majority of the adjustments required on transition will be made, retrospectively, against opening retained profits.

The Group has not completed its assessment of the financial effects of the differences between Financial Reporting Standards and Relevant Accounting Standards under the new MFRS Framework. Accordingly, the consolidated financial performance and financial position disclosed in these financial statements for the financial year ended 31 December 2011 could be different if prepared under the new MFRS Framework.

The Group expects to be in a position to fully comply with the requirements of the MFRS Framework for the financial year ended 31 December 2014.

A2. Disclosure of audit report qualification and status of matters raised

There were no qualifications in the audit report on the preceding annual financial statements.

A3. Seasonality or cyclicity of interim operations

The Group's performance is subjected to the cropping pattern which normally picks up during 2nd quarter, reaches its peak during 3rd quarter and decrease thereafter.

A4. Unusual Items affecting assets, liabilities, equity, net income, or cash flow

There were no items affecting assets, liabilities, equity, net income, or cash flows that were unusual in nature, size, or incidence during the interim period under review.

A5. Material changes in estimates

There were no changes in estimates of amounts reported in prior interim periods or changes in estimates of amounts reported in prior financial years, which have a material effect in the current interim period.

A6. Debt and Equity Securities

There were no issuances, cancellations, repurchases, resale or repayment of debt and equity securities during the current quarter other than the listing and quotation of 743,300 shares exercised under the Employees' Share Options Scheme.

A7. Dividends paid

There were no dividend paid during the interim period under review.

A8. Segment Information

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

A9. Valuation of property, plant and equipment

There were no amendments in the valuations of property, plant and equipment brought forward from previous annual financial statements.

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Explanatory Notes To The Interim Report – 30 June 2012**A10. Material events subsequent to the end of the interim period**

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

A11. Changes in the composition of the Group

There were no changes in the composition of the Group arising from business combinations, acquisition or disposal of subsidiary companies and long-term investments, restructurings, and discontinued operations for the current interim period except as disclosed in Note B7.

A12. Changes in contingent liabilities and contingent assets

There were no contingent liabilities or contingent assets as at 30 June 2012 except the corporate guarantee favouring the banks for the banking facilities given to the subsidiary companies as follows:-

	Value of Guarantee	Balance Unutilized 30 June 2012
Subsidiary # 1	RM 10.0 million	RM 3.0 million
Subsidiary # 2	RM 54.0 million	RM40.7 million
Subsidiary # 3	RM210.0 million	RM194.7 million

A13. Capital Commitments

The amount of commitments for the purchase of property, plant and equipment and for plantation development expenditure not provided for in the financial statements as at 30 June 2012 is as follows:-

	30 June 2012 RM'000
Property, plant and equipment	
Authorised but not contracted	118,316
Contracted but not provided in the financial statements	138,152
	<u>256,468</u>
Plantation Development Expenditure	
Authorised but not contracted	38,976
Contracted but not provided in the financial statements	20,866
	<u>59,842</u>

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Explanatory Notes To The Interim Report – 30 June 2012

B. BMSB Listing Requirements (Part A of Appendix 9B)

B1. Review of Performance

Current Quarter (“Q2FY2012”) vs corresponding quarter last year (Q2FY2011”)

For the quarter under review, the Group registered a total revenue of RM281.6 million compared with RM288.2 million achieved for the corresponding quarter last year. The revenue from trading activities contributed RM35.6 million to the total revenue for the current quarter.

The group reported a profit before taxation of RM73.4 million, which was 35.1 % lower than the profit of RM113.2 million reported in corresponding quarter last year. The lower profit reported was due to the softening of the price realized despite a higher volume of quantity sold for Crude Palm Oil (“CPO”).

The average CPO price realized for Q2FY2012 was RM3,125/mt as compared to RM3,343/mt for Q2FY2011, whilst FFB production of the Group for Q2FY2012 was 194,352 mt as compared to 220,051 mt for Q2FY2011.

Current Year To Date vs Preceding Year to Date

The Group registered a total revenue of RM510.4 million for period ended 30 June 2012 compared with RM526.7 million reported in the corresponding period in year 2011.

The Group registered a profit before tax for the period of RM130.7 million. This represents a fall of 32.9% or RM64.0 million compared to RM194.7 million achieved during the corresponding period in year 2011. The average selling price of CPO and Palm Kernel (“PK”) achieved has soften to RM3,164 (Todate 2QFY2011: RM3,472) and RM1,796 (Todate 2QFY2011: RM2,680) respectively.

The cost of production of group also increased due mainly to inflationary effects, including wages and other material costs.

B2. Variation of Results to Preceding quarter

2nd Quarter 2012 (“Q2FY2012”) vs 1st Quarter FY2012 (“Q1FY2012”)

The Group registered a total revenue of RM281.6 million for Q2FY2012 compared with RM228.8 million reported in Q1FY2012.

The group reported a profit before taxation of RM73.4 million, which was 28.1% higher than the profit of RM57.3 million reported for Q1FY2012. The higher profit was due to higher volume of CPO produced and sold compared to Q1FY2012. The average CPO and PK prices realized were as follows:-

	Q2FY2012	Q1FY 2012
Crude Palm Oil (RM/mt ex-mill)	3,125	3,238
Palm Kernel (RM/mt ex-mill)	1,740	1,852

During the Q2FY2012, the refinery and palm kernel crushing plants were commissioned and the plants are expected to be fully operational by July 2012.

B3. Current year prospect

The performance of the Group is largely dependent on developments in the world edible oil market, bio-diesel market, fossil oil market, movement of Ringgit Malaysia, world economic situation and their corresponding effect on CPO prices. With the expected higher production during the 2nd half of the year, the Group can expect a reasonable profit for the current financial year.

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Explanatory Notes To The Interim Report – 30 June 2012**B4. Variance of actual profit from forecast profit**

The disclosure requirement for explanatory notes for the variance of actual profit after tax and non-controlling interest and forecast profit after tax and non-controlling interest and for the shortfall in profit guarantee are not applicable.

B5. Profit before tax

	Individual quarter 3 months ended 30 June		Cumulative quarter 6 months ended 30 June	
	2012	2011	2012	2011
	RM'000	RM'000	RM'000	RM'000
Profit before tax is arrived at after charging/(crediting):-				
Depreciation and amortization	15,489	13,973	30,455	27,398
Property, plant and equipment written off	33	-	35	-
Gain/(loss) on disposal of property, plant and equipment	(286)	56	(286)	56
Interest income	(3,152)	(2,545)	(6,194)	(4,933)
Interest expenses	1,788	1,601	3,549	3,183
Inventory written off	15	-	15	-
Loss on derivatives	156	145	202	1,063
	<u>15,489</u>	<u>13,973</u>	<u>30,455</u>	<u>27,398</u>

B6. Taxation

Current tax expenses	17,865	24,115	31,643	38,647
Deferred tax	639	10,533	1,225	16,579
Under provision in prior years	-	719	-	719
	<u>18,504</u>	<u>35,367</u>	<u>32,868</u>	<u>55,945</u>
Deferred tax related to other comprehensive income:-				
Derivative financial instruments	<u>52</u>	<u>48</u>	<u>67</u>	<u>354</u>

The Group's effective tax rate is approximately at the prevailing corporate tax rate of 25%.

B7. Status of corporate proposal announced

There are no corporate proposals announced but not completed as at the date of issuance of this report except for the followings:-

(A) Joint Venture with Pelita Holdings Sdn Bhd ("PHSB) to undertake NCR project

On 25 October 2011, the Company entered into a joint venture agreement with PHSB to develop an area under Native Customary Rights ("NCR") of 1,645 hectares situated at Sungai Arang, Bakong, Baram, Miri Division, of which approximately 987 hectares are plantable. A joint venture company ("JVC") named as SOP Pelita Sg Arang Plantation Sdn Bhd has been incorporated on 25th October 2011.

Meanwhile, PHSB is conducting landbank creation on the ground. The Company will not proceed with the development, unless and until sufficient land bank is made available.

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Explanatory Notes To The Interim Report – 30 June 2012**B8. Borrowing and debt securities****30 June 2012
RM'000**

Current	
Secured	50,544
Unsecured	14,118
Non-current	
Secured	419,789
Total	484,451

The above borrowings are denominated in Ringgit Malaysia.

B9. Derivatives financial instruments

(a) The outstanding commodity contracts as at 30 June 2012 are as follows:-

	Contract/Notional Value (Million) Net long/(short)					Fair Value Net gain / (loss) (RM'million)			
	Base Currency	<1 year	1 year to 3 years	More than 3 years	Total	<1 year	1 year to 3 years	More than 3 years	Total
Futures	RM	0.76	-	-	0.76	*	-	-	*

* Negligible

The above traded commodity contract were entered into with the objective of managing and hedging the respective exposure of the group plantation to adverse price movement.

(b) The outstanding interest rate swap (IRS) contracts as at 30 June 2012 are as follows:-

	Contract/Notional Value (Million)					Fair Value (RM'000)			
	Base Currency	<1 year	1 year to 3 years	More than 3 years	Total	<1 year	1 year to 3 years	More than 3 years	Total
Interest rate swap	RM	2	39	25	66	(410)	(832)	(253)	(1,495)

The Group uses IRS to manage part of its exposure to interest rate movements on its bank borrowings by swapping a proportion of its borrowings from floating rates to fixed rates and is designated as cash flow hedges. The fair value of IRS is measured at the present value of future cash flows estimated and discounted based on quoted interest rates. The IRS would reduce the group's cash flow exposure resulting from interest rate fluctuation. It satisfies the criteria for cash flow hedges and accordingly hedge accounting is applied.

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Explanatory Notes To The Interim Report – 30 June 2012

B10. Changes in material litigation

- a) On 30th September 2010, a subsidiary company had been served with a Writ of Summons (“the Writ”) in the High Court of Sabah and Sarawak at Bintulu (“Douglas Ding Suit”) wherein it was named as the Fifth (5th) defendant along with other defendants which include Government of Sarawak, Director of Forests, Superintendent of Land & Surveys, Kapit and Pusaka KTS Forests Plantation Sdn Bhd. The Douglas Ding suit was instituted by certain natives of Sarawak claiming Native Customary Right (NCR) over all that parcel of land described as Lot 10 Punan Land district.

The Company has filed its Statement of Defence and amended Statement of Defence respectively on 25th October 2010 and 3 January 2012 (pursuant to Court Order dated 9th December 2011).

The said action is pending for hearing.

- b) On 27th April 2012, a subsidiary company had been served with a Writ of Summons (“the Writ”) in the High Court of Sabah and Sarawak at Kuching (“Adang’s Suit”) wherein it was named as the Third (3rd) Defendant along with other defendants which include the State Government of Sarawak and Superintendent of Land & Surveys, Bintulu. The Adang’s Suit was instituted by certain natives of Sarawak claiming Native Customary Right (NCR) over all that parcel of lands described as Lot 2, block 14 of Lavang Land District and Lot 68 Block 3 Pandan Land District.

The above-mentioned case had been adjourned to 27 August 2012.

B11. Dividends

No interim dividend has been declared for the financial period ended 30 June 2012 (30 June 2011: Nil).

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Explanatory Notes To The Interim Report – 30 June 2012**B12. Earnings per share***Basic earnings per share*

The calculation of basic earnings per share for the quarter is based on the profit attributable to equity holders of the parent of RM51.89 million and on the weighted average number of ordinary shares of RM1 each in issue during the period of 436,048,924.

	Individual Quarter 3 months ended		Cumulative Quarter 6 months ended	
	30.6.2012 RM'000	30.6.2011 RM'000	30.6.2012 RM'000	30.6.2011 RM'000
Profit attributable to ordinary equity holders of the parent	51,890	69,844	91,599	125,254
	Individual Quarter 3 months ended		Cumulative Quarter 6 months ended	
	30.6.2012 '000	30.6.2011 '000	30.6.2012 '000	30.6.2011 '000
Weighted average number of Ordinary shares in issue	436,049	433,168	435,467	432,819
	Individual Quarter 3 months ended		Cumulative Quarter 6 months ended	
	30.6.2012 Sen	30.6.2011 Sen	30.6.2012 Sen	30.6.2011 Sen
Basic earning per share	11.90	15.92	21.03	28.76

Diluted earnings per share

The diluted earning per share for the quarter is based on the profit attributable to equity holders of the parent of RM51.89 million and on the weighted average number of ordinary shares of RM1 each in issue during the period of 442,627,028.

	Individual Quarter 3 months ended		Cumulative Quarter 6 months ended	
	30.6.2012 RM'000	30.6.2011 RM'000	30.6.2012 RM'000	30.6.2011 RM'000
Profit attributable to ordinary equity holders of the parent	51,890	69,844	91,599	125,254
	Individual Quarter 3 months ended		Cumulative Quarter 6 months ended	
	30.6.2012 '000	30.6.2011 '000	30.6.2012 '000	30.6.2011 '000
Weighted average number of ordinary shares in issue	442,627	439,925	442,045	439,576
	Individual Quarter 3 months ended		Cumulative Quarter 6 months ended	
	30.6.2012 Sen	30.6.2011 Sen	30.6.2012 Sen	30.6.2011 Sen
Diluted earning per share	11.72	15.67	20.72	28.32

SARAWAK OIL PALMS BERHAD

(Incorporated in Malaysia – 7949-M)

Explanatory Notes To The Interim Report – 30 June 2012

B13. Authorised for Issue

The interim financial statements were authorized for issue by the Board of Directors in accordance with a resolution of the Directors on 29th August 2012.

By Order of the Board

Eric Kiu Kwong Seng

Company Secretary

Miri

29th August 2012