



INTERIM REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2014

(The figures have not been audited)

Condensed Consolidated Statement of Financial Position as at 31 March 2014

	Note	31 March 2014 RM'000	31 December 2013 RM'000
ASSETS			
Non-current Assets			
Property, plant and equipment	A1	1,066,705	1,052,250
Plantation development expenditure	A1	581,539	583,396
Land held for property development		31,090	22,188
Land use rights	A1	8,901	8,926
Investment in associate		7,869	9,474
Intangible assets		5,182	5,182
Deferred tax assets		35,687	32,697
		1,736,973	1,714,113
Current Assets			
Inventories		177,165	167,888
Trade and other receivables		97,130	108,816
Cash and bank balances		486,436	472,825
		760,731	749,529
TOTAL ASSETS		2,497,704	2,463,642
EQUITY AND LIABILITIES			
Equity attributable to equity holders of the parent			
Share capital		438,474	438,253
Share premium		11,726	11,423
Other reserve		4,739	4,271
Hedging reserve		(354)	(377)
Translation reserve		-	1
Retained earnings		814,857	783,534
		1,269,442	1,237,105
Non-controlling interest		96,755	94,466
Total equity		1,366,197	1,331,571

(The Condensed Consolidated Balance Sheet should be read in conjunction with the Unaudited Financial Statements for the year ended 31 December 2013 and the accompanying explanatory notes attached to this report)



Condensed Consolidated Statement of Financial Position as at 31 March 2014

	Note	31 March 2014 RM'000	31 December 2013 RM'000
Non-current liabilities			
Deferred tax liabilities		124,861	122,938
Loans and borrowings	B8	530,516	515,578
Derivative financial instruments	B9	379	379
		<u>655,756</u>	<u>638,895</u>
Current liabilities			
Loans and borrowings	B8	307,134	310,037
Trade and other payables		167,818	182,309
Income tax payable		706	706
Derivative financial instruments	B9	93	124
		<u>475,751</u>	<u>493,176</u>
Total liabilities		<u>1,131,507</u>	<u>1,132,071</u>
TOTAL EQUITY AND LIABILITIES		<u><u>2,497,704</u></u>	<u><u>2,463,642</u></u>
Net assets per share (RM)		2.90	2.82

(The Condensed Consolidated Balance Sheet should be read in conjunction with the Unaudited Financial Statements for the year ended 31 December 2013 and the accompanying explanatory notes attached to this report)



**Condensed Consolidated Statement of Comprehensive Income
For the Three-Months Period Ended 31 March 2014**

	Note	INDIVIDUAL QUARTER 3 months ended 31 March		CUMULATIVE QUARTER 3 months ended 31 March	
		2014 RM'000	2013 RM'000	2014 RM'000	2013 RM'000
Continuing Operations					
Revenue		546,638	427,058	546,638	427,058
Operating expenses		(487,568)	(391,969)	(487,568)	(391,969)
Other operating income/(expenses)		2,332	2,803	2,332	2,803
Administrative expenses		(2,286)	(2,912)	(2,286)	(2,912)
Finance costs		(8,556)	(5,976)	(8,556)	(5,976)
Share of results of an associate		(1,605)	300	(1,605)	300
Profit/(Loss) before tax		48,955	29,304	48,955	29,304
Taxation	B6	(12,982)	(7,501)	(12,982)	(7,501)
Profit/(Loss) for the period		35,973	21,803	35,973	21,803
Other comprehensive income:					
Net changes in fair value of derivatives	B9	23	158	23	158
Other comprehensive income for the period, net of tax		23	158	23	158
Total comprehensive income for the period		35,996	21,961	35,996	21,961
Profit/(Loss) attributable to:					
Owners of the parent		33,684	21,088	33,684	21,088
Non-controlling interest		2,289	715	2,289	715
		35,973	21,803	35,973	21,803
Total comprehensive income attributable to:					
Owners of the parent		33,707	21,246	33,707	21,246
Non-controlling interest		2,289	715	2,289	715
		35,996	21,961	35,996	21,961
Earning per share attributable to Equity holders of the parent (Sen):					
Basic	B12	7.68	4.83	7.68	4.83
Diluted	B12	7.59	4.77	7.59	4.77

(The Condensed Consolidated Income Statements should be read in conjunction with the Unaudited Financial Statements for the year ended 31 December 2013 and the accompanying explanatory notes attached to this report)



**Condensed Consolidated Statement of Changes in Equity
For the Three-Months Period Ended 31 March 2014**

Attributable to Equity Holders of the Parent

	Equity, total RM'000	Equity attributable to owners of the parent, total RM'000	Share capital RM'000	Share premium RM'000	Non-Distributable		Distributable		
					Employee share option reserve RM'000	Hedge reserve RM'000	Foreign currency translation reserve RM'000	Retained earnings RM'000	Minority interest RM'000
At 1 January 2014	1,331,571	1,237,105	438,253	11,423	4,271	(377)	1	783,534	94,466
Total comprehensive income	35,996	33,707	-	-	-	23	-	33,684	2,289
Foreign currency translation	(1)	(1)	-	-	-	-	(1)	-	-
Transactions with owners									
Issuance of ordinary shares:		-							
Pursuant to exercise of ESOS	524	524	221	303	-	-	-	-	-
Share option granted under ESOS:									
Recognized in profit or loss	468	468	-	-	468	-	-	-	-
At 31 March 2014	1,368,558	1,271,803	438,474	11,726	4,739	(354)	-	817,218	96,755

(The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Unaudited Financial Statements for the year ended 31 December 2013 and the accompanying explanatory notes attached to this report)



**Condensed Consolidated Statement of Changes in Equity
For the Three-Months Period Ended 31 March 2014**

Attributable to Equity Holders of the Parent

	Equity, total	Equity attributable to owners of the parent, total	Share capital	Share premium	Non- Distributable Employee share option reserve	Hedge reserve	Foreign currency translation reserve	Distributable Retained earnings	Minority interest
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
At 1 January 2013	1,490,365	1,363,961	436,548	8,828	3,244	(575)	-	915,916	126,404
Total comprehensive income	106,572	97,762	-	-	-	508	-	97,254	8,810
Foreign currency translation	1	1	-	-	-	-	1	-	-
Transactions with owners									
Issuance of ordinary shares:									
Pursuant to exercise of ESOS	4,300	4,300	1,705	2,595	-	-	-	-	-
Share option granted under ESOS:									
Recognised in profit or loss	1,027	1,027	-	-	1,027	-	-	-	-
Dividends on ordinary shares	(19,693)	(19,693)	-	-	-	-	-	(19,693)	-
Dividends paid to non-controlling interest	(7,500)	-	-	-	-	-	-	-	(7,500)
Acquisition of shares from non-controlling interest	(242,500)	(210,253)	-	-	-	(310)	-	(209,943)	(32,248)
Redemption of preference share	(1,000)	-	-	-	-	-	-	-	(1,000)
At 31 December 2013	1,331,571	1,237,105	438,253	11,423	4,271	(377)	1	783,534	94,466

(The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Unaudited Financial Statements for the year ended 31 December 2013 and the accompanying explanatory notes attached to this report)



**Condensed Consolidated Cash Flow Statement
For the Three-Months Period Ended 31 March 2014**

	Note	31 March 2014 RM'000	31 March 2013 RM'000
Operating activities			
Profit before tax		48,955	29,304
Adjustments for non-cash flow items:			
Depreciation and amortization of property, plant and equipment		20,568	19,172
Employee expenses under ESOS		468	509
(Gain)/Loss on disposal of property, plant and equipment		(153)	(136)
Property, plant and equipment written off		7	4
Interest income		(2,869)	(2,928)
Interest expenses		8,556	5,976
Share of results of an associate		1,605	(300)
Unrealized (gain)/loss on foreign exchange		(1)	-
Operating profit before working capital changes		77,136	51,601
(Increase)/decrease in inventories		(9,276)	77,391
Decrease)/Increase in trade and other receivables		34,245	(33,417)
Increase in trade and other payables		(47,302)	(79,106)
Cash generated from operations		54,803	16,469
Tax paid		(13,201)	(15,514)
Net cash flows from/(used in) operating activities		41,602	955
Investing activities			
Acquisition of property, plant and equipment		(29,058)	(26,720)
Additions of plantation development expenditure		(3,357)	-
Additions of property development cost		(601)	-
Proceeds from disposal of property, plant and equipment		284	138
Interest received		2,869	2,928
Acquisition of shares from non-controlling interest		-	(242,500)
Net cash used in investing activities		(29,863)	(266,154)

(The Condensed Consolidated Cash Flow Statement should be read in conjunction with the Unaudited Financial Statements for the year ended 31 December 2013 and the accompanying explanatory notes attached to this report)



Condensed Consolidated Cash Flow Statement
For the Three-Months Period Ended 31 March 2014

	Note	31 March 2014 RM'000	31 March 2013 RM'000
Financing activities			
Net changes in trade facilities		15,402	65,070
Proceeds from loans and borrowings		18,093	140,919
Proceeds from issuance of share capital		524	439
Repayment of hire purchase		(4,360)	(4,128)
Repayment of loans and borrowings		(18,233)	(8,849)
Interest paid		(9,553)	(6,714)
Net cash from financing activities		<u>1,873</u>	<u>186,737</u>
NET DECREASE IN CASH AND CASH EQUIVALENTS		13,612	(78,462)
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE FINANCIAL YEAR		472,825	569,835
CASH AND CASH EQUIVALENTS AT END OF THE FINANCIAL PERIOD		<u><u>486,437</u></u>	<u><u>491,373</u></u>
Cash and cash equivalents at the end of the financial period comprised the following:			
Wholesale money market deposits		-	142,720
Fixed deposits with licensed banks		294,136	259,157
Cash in hand and at bank		192,301	89,496
Cash and bank balances		<u>486,437</u>	<u>491,373</u>

(The Condensed Consolidated Cash Flow Statement should be read in conjunction with the Unaudited Financial Statements for the year ended 31 December 2013 and the accompanying explanatory notes attached to this report)



Explanatory Notes To The Interim Report – 31 March 2014

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 paragraph 9.22 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 2013.

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 2014:-

Amendments to FRS 2: Share-based Payment (Improvements 2012 Cycle)

FRS 3: Business Combinations

Amendments to FRS 3: Business Combinations (Improvements 2010-2012 Cycle)

Amendments to FRS 3: Business Combinations (Improvements 2011-2013 Cycle)

Amendments to FRS 8: Operating Segments (Improvements 2010-2012)

Amendments to FRS 10: Investment Entities

Amendments to FRS 12: Investment Entities

Amendments to FRS 13: Fair Value Measurement (Improvements 2011-2013)

Amendments to FRS 116: Property, Plant and Equipment (Improvements 2010-2012 Cycle)

Amendments to FRS 119: Defined Benefit Plans: Employee Contributions

Amendments to FRS 124: Related Party Disclosure (Improvements 2010-2012)

Amendments to FRS 127: Separate Financial Statements: Investment Entities

Amendments to FRS 132: Financial Instruments: Presentation: Offsetting Financial Assets and Financial Liabilities

Amendments to FRS 136: Impairment of Assets: Recoverable Amount Disclosure for Non-Financial Assets

Amendments to FRS 138: Intangible Assets (Improvements 2010-2012)

Amendments to FRS 139: Financial Instruments: Recognition and Measurement: Novation of Derivatives and continuation of Hedge Accounting

Amendments to FRS 140: Investment Property (Improvements 2011-2013)

IC Interpretation 21, Levies



Explanatory Notes To The Interim Report – 31 March 2014

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 2015.

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 2015. 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 expects to be in a position to fully comply with the requirements of the MFRS Framework for the financial year ended 31 December 2015.

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 reaches its peak at the second half of the year.

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 issuance, cancellations, repurchases, resale or repayment of debt and equity securities during the current quarter other than the listing and quotation of 221,200 shares exercised under the Employees' Share Options Scheme.

A7. Dividends paid

There was no dividend paid during 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.



Explanatory Notes To The Interim Report – 31 March 2014

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.

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.

A12. Changes in contingent liabilities and contingent assets

There were no contingent liabilities or contingent assets as at 31 March 2014 except the corporate guarantee favouring the banks for the banking facilities given to the subsidiary companies as follows:-

	Value of Guarantee	Balance Unutilized 31 March 2014
Subsidiary # 1	RM 10.0 million	RM - million
Subsidiary # 2	RM 59.0 million	RM 31.8 million
Subsidiary # 3	RM 495.0 million	RM 249.2 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 31 March 2014 is as follows:-

	31 March 2014 RM'000
Property, plant and equipment	
Authorized but not contracted	102,147
Contracted but not provided in the financial statements	135,708
	<u>237,855</u>
Plantation Development Expenditure	
Authorized but not contracted	15,639
Contracted but not provided in the financial statements	830
	<u>16,469</u>



Explanatory Notes To The Interim Report – 31 March 2014

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

B1. Review of Performance

1st Quarter FY2014 (“Q1FY2014”) vs 1st Quarter FY2013 (“Q1FY2013”)

The Group registered a total revenue of RM546.6 million for Q1FY2014 compared with RM427.1 million reported in Q1FY2013, representing an increase of RM119.5 million or 28%.

Profit before tax for the quarter was RM49.0 million against RM29.3 million for corresponding quarter last year attributed principally to the higher realized prices and sales volume achieved for palm products.

B2. Variation of Results to Preceding quarter

1st Quarter FY2014 (“Q1FY2014”) vs 4th Quarter FY2013 (“Q4FY2013”)

The Group posted total revenue of RM546.6 million in Q1FY2014 compared with RM491.5 million reported in Q4FY2013.

The Group reported a profit before tax of RM49.0 million compared with RM52.5 million reported in Q4FY2013. The lower profit achieved was mainly attributed to lower FFB production as a result of cyclical cropping pattern. For the quarter under review, weighted average realized prices for palm products were as below:-

	Q1FY 2014	Q4FY 2013
Palm Oil Products (RM/mt)	2,681	2,519
Palm Kernel Products (RM/mt)	2,166	1,934

B3. Prospect

The performance of the Group would continue to be driven by the palm products price movement which is dependent on the world edible oil market, movement of Ringgit Malaysia and economic situation.

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.



Explanatory Notes To The Interim Report – 31 March 2014

B5. Profit before tax

Profit before tax is arrived at after charging/(crediting):-

	Individual quarter		Cumulative quarter	
	3 months ended		3 months ended	
	31 March		31 March	
	2014	2013	2014	2013
	RM'000	RM'000	RM'000	RM'000
Depreciation and amortization	20,568	19,172	20,568	19,172
Property, plant and equipment written off	7	4	7	4
(Gain)/Loss on disposal of property, plant and equipment	(153)	-	(153)	-
Foreign exchange (gain)/loss	1	-	1	-
Interest income	(2,869)	(2,928)	(2,869)	(2,928)
Interest expenses	8,556	5,976	8,556	5,976

B6. Taxation

Current tax expenses	16,410	10,521	16,410	10,521
Deferred tax	(3,428)	(3,020)	(3,428)	(3,020)
	12,982	7,501	12,982	7,501
Deferred tax related to other comprehensive income:-				
Derivative financial instruments	8	53	8	53

The Group's effective tax rate is higher than the prevailing corporate tax rate of 25% due to certain expenditures which are non-tax deductible.



Explanatory Notes To The Interim Report – 31 March 2014

B7. Status of corporate proposal announced

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

(i) 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 25 October 2011 and has been gazetted as deemed native company under section 9(1)(d) of the Land Code on 29 April 2013.

Unless sufficient land bank is created before 30 June 2014, the Company may decide not to proceed with the project.

(ii) Proposed acquisition of 60% equity interest in both DD Pelita Sebungan Plantation Sdn Bhd and Mutiara Pelita Genaan Plantation Sdn Bhd; and 34.9 hectares of land located at Bintulu, Sarawak for construction of palm oil mill.

The Company had on 19th March 2014 entered into the Conditional Share Sales Agreement ('CSSA') to acquire 60% equity interest in DD Pelita Sebungan Plantation Sdn Bhd and Mutiara Pelita Genaan Plantation Sdn Bhd from Double Dynasty Sdn Bhd and Hartabumi Sdn Bhd respectively for an aggregate purchase consideration of RM134.9 million, together with the proposed procurement of the rights to develop an additional up to 8,000 hectares of land into oil palm plantations for a procurement consideration of up to RM28.0 million.

The Company also on even date entered into another Conditional Sales and Purchase Agreement (“CSPA”) to acquire 34.9 hectares of land, earmarked for a palm oil mill, located at Bintulu, Sarawak from DD Palm Oil Mills Sdn Bhd, Ting Chek Ing and Lee Ka Ming for a purchase consideration of approximately RM4.3 million.

Both CSSA and CSPA have set out conditions precedent to be fulfilled within six months from the date of CSSA and CSPA.

Barring any unforeseen circumstances and subject to all conditions precedent being fulfilled and all requisite approvals being obtained, the proposed acquisitions are expected to be completed by fourth (4th) quarter of financial year 2014.



Explanatory Notes To The Interim Report – 31 March 2014

B8. Borrowing and debt securities

	31 March 2014 RM'000
Current	
Secured	286,838
Unsecured	20,296
Non-current	
Secured	448,816
Unsecured	81,700
Total	837,650

The above borrowings are denominated in Ringgit Malaysia.

B9. Derivatives financial instruments

(a) The outstanding interest rate swap (IRS) contracts as at 31 March 2014 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	-	17	8	25	(122)	(323)	(27)	(472)

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.



Explanatory Notes To The Interim Report – 31 March 2014

B10. Changes in material litigation

- (a) On 30th September 2010, SOP Plantations (Borneo) Sdn Bhd, a subsidiary of the Company had been served with a Writ of Summons (“**the Writ**”) in the High Court of Sabah and Sarawak at Bintulu under Suit No.21-06-2010(BTU) (“**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 Douglas Ding Jangan and 4 others, suing on behalf of themselves and also as representatives of all the residents of Uma Long Bangan claiming a declaration that they have acquired and/or created NCR over all that parcel of land described as Lot 10 Punan Land district and other related reliefs.

SOP Plantations (Borneo) Sdn Bhd has filed its Statement of Defence dated 15th October 2010 and amended Statement of Defence dated 3rd January 2012 (pursuant to Court Order granted on 9th December 2011).

Pusaka KTS Forests Plantation Sdn Bhd, being the Fourth (4th) Defendant had applied to consolidate the action with the other claimants in Suit no. BTU-21-4/2-2012 (TR Nyipa Anak Tingang vs Pusaka KTS Forest Plantation Sdn Bhd & Others) via 4th Defendant's Notice of Application dated 21st September 2012 and that the said were allowed on 14th January 2013.

The court has fixed the continuation of trial for this matter on 9th to 10th June 2014.

- (b) On 27th April 2012, SOP Kemena, a subsidiary of the Company had been served with the Writ in the High Court of Sabah and Sarawak at Kuching under Suit No.KCH-21-5/4-2012 (“**Adang's Suit**”) wherein SOP Kemena 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 Adang Anak Jirau and 2 others (Representing themselves and 23 other landowners, occupiers and/or proprietors of NCR land from Rh. Jabu Anak Encharang, Sg. Sebajo, Labang, Bintulu) claiming that they are the owner of 16 plots of native titled land which are identified by the plaintiffs and lands and surveys to be Lots 239, 240, 241, 242, 243, 244, 245, 262, 263, 264, 265, 266, 267, 268, 269 and 290 Lavang Land District within all that parcel of lands described as Lot 2, Block 14 of Lavang Land District and Lot 68 Block 3 Pandan Land District and the total area of the 16 plots of land and NCR land claimed by the plaintiffs is approximately 653.4 hectares or 1,614.5 acres and that SOP Kemena has used, planted and/or trespass into the plaintiffs' lands without consent.

The court had rescheduled the trial to 21st to 25th July 2014.

B11. Dividends

At the forthcoming Annual General Meeting, a final tax exempt (single-tier) dividend in respect of the financial year ended 31st December 2013, of 5% on 438,253,259 ordinary shares, amounting to a dividend payable of RM21,912,663 (5.00 sen per ordinary share) will be proposed for shareholders' approval. The financial statements for the current financial period do not reflect this proposed dividend. Such dividend, if approved by shareholders, will be accounted for in equity as an appropriation of retained earnings in the financial year ending 31st December 2014.

No interim dividend has been declared for this financial period ended 31st March 2014 (31st March 2013 : Nil)



Explanatory Notes To The Interim Report – 31 March 2014

B12. Earnings per share

Basic earnings per share

The calculation of basic earnings per share is based on the profit/(loss) attributable to equity holders of the parent divided by the weighted average number of ordinary shares of RM1 each in issue during the period.

	Individual Quarter		Cumulative Quarter	
	3 months ended		3 months ended	
	31.03.2014	31.03.2013	31.03.2014	31.03.2013
	RM'000	RM'000	RM'000	RM'000
Profit attributable to ordinary equity holders of the parent	33,684	21,088	33,684	21,088
	Individual Quarter		Cumulative Quarter	
	3 months ended		3 months ended	
	31.03.2014	31.03.2013	31.03.2014	31.03.2013
	RM'000	RM'000	RM'000	RM'000
Weighted average number of Ordinary shares in issue	438,323	436,571	438,323	436,571
	Individual Quarter		Cumulative Quarter	
	3 months ended		3 months ended	
	31.03.2014	31.03.2013	31.03.2014	31.03.2013
	Sen	Sen	Sen	Sen
Basic earning per share	7.68	4.83	7.68	4.83

Diluted earnings per share

The diluted earning per share is based on the profit/loss attributable to equity holders of the parent divided by the weighted average number of ordinary shares of RM1 each in issue during the period.

	Individual Quarter		Cumulative Quarter	
	3 months ended		3 months ended	
	31.03.2014	31.03.2013	31.03.2014	31.03.2013
	RM'000	RM'000	RM'000	RM'000
Profit attributable to ordinary equity holders of the parent	33,684	21,088	33,684	21,088
	Individual Quarter		Cumulative Quarter	
	3 months ended		3 months ended	
	31.03.2014	31.03.2013	31.03.2014	31.03.2013
	RM'000	RM'000	RM'000	RM'000
Weighted average number of Ordinary shares in issue	443,747	442,502	443,747	442,502
	Individual Quarter		Cumulative Quarter	
	3 months ended		3 months ended	
	31.03.2014	31.03.2013	31.03.2014	31.03.2013
	Sen	Sen	Sen	Sen
Diluted earning per share	7.59	4.77	7.59	4.77



SARAWAK OIL PALMS BERHAD
(Incorporated in Malaysia – 7949-M)

Explanatory Notes To The Interim Report – 31 March 2014

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 29 April 2014.

By Order of the Board
Eric Kiu Kwong Seng
Company Secretary
Miri

29 April 2014