



INTERIM REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2014

(The figures have not been audited)

Condensed Consolidated Statement of Financial Position as at 31 December 2014

	Note	31 December 2014 RM'000	31 December 2013 RM'000
ASSETS			
Non-current Assets			
Property, plant and equipment	A1	1,143,202	1,057,041
Plantation development expenditure	A1	575,204	581,321
Land held for property development		40,150	22,188
Land use rights	A1	4,621	4,368
Investment in associate		8,273	9,474
Intangible assets		5,182	5,182
Deferred tax assets		49,098	32,380
		<u>1,825,730</u>	<u>1,711,954</u>
Current Assets			
Inventories		234,021	168,021
Trade and other receivables		186,087	104,502
Cash and bank balances		487,586	482,671
		<u>907,694</u>	<u>755,194</u>
TOTAL ASSETS		<u>2,733,424</u>	<u>2,467,148</u>
EQUITY AND LIABILITIES			
Equity attributable to equity holders of the parent			
Share capital		439,498	438,253
Share premium		14,656	11,423
Other reserve		5,206	4,271
Hedging reserve		62	(376)
Translation reserve		18	-
Retained earnings		864,503	778,048
		<u>1,323,943</u>	<u>1,231,619</u>
Non-controlling interest		<u>102,672</u>	<u>94,569</u>
Total equity		<u>1,426,615</u>	<u>1,326,188</u>

(The Condensed Consolidated Balance Sheet should be read in conjunction with the Audited 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 December 2014

	Note	31 December 2014 RM'000	31 December 2013 RM'000
Non-current liabilities			
Deferred tax liabilities		127,339	123,602
Loans and borrowings	B8	546,431	515,112
Derivative financial instruments	B9	148	379
		<u>673,918</u>	<u>639,093</u>
Current liabilities			
Loans and borrowings	B8	384,988	310,524
Trade and other payables		248,060	189,583
Derivative financial instruments	B9	(157)	1,760
		<u>632,891</u>	<u>501,867</u>
Total liabilities		<u>1,306,809</u>	<u>1,140,960</u>
TOTAL EQUITY AND LIABILITIES		<u>2,733,424</u>	<u>2,467,148</u>
Net assets per share attributable to owners of the Company (RM)		3.01	2.81

(The Condensed Consolidated Balance Sheet should be read in conjunction with the Audited 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 Twelve-Months Period Ended 31 December 2014**

	Note	INDIVIDUAL QUARTER 3 months ended 31 December		CUMULATIVE QUARTER 12 months ended 31 December	
		2014 RM'000	2013 RM'000	2014 RM'000	2013 RM'000
Continuing Operations					
Revenue		863,734	498,441	2,852,762	1,711,402
Operating expenses		(826,349)	(445,936)	(2,640,988)	(1,548,397)
Other operating income/(expenses)		(9,926)	8,788	(1,524)	15,747
Administrative expenses		(6,046)	(5,058)	(13,932)	(11,370)
Finance costs		(8,924)	(9,266)	(34,800)	(28,365)
Share of results of an associate		(116)	(246)	(1,243)	614
Profit/(Loss) before tax		12,373	46,723	160,275	139,631
Taxation	B6	(2,413)	(12,244)	(39,415)	(38,995)
Profit/(Loss) for the period		9,960	34,479	120,860	100,636
Other comprehensive income:					
Net changes in fair value of derivatives	B9	11	35	438	509
Foreign exchange translation		21	-	18	-
Other comprehensive income for the period, net of tax		32	35	456	509
Total comprehensive income for the period		9,992	34,514	121,316	101,145
Profit/(Loss) attributable to:					
Owners of the parent		9,131	31,054	112,758	91,805
Non-controlling interest		829	3,425	8,102	8,831
		9,960	34,479	120,860	100,636
Total comprehensive income attributable to:					
Owners of the parent		9,073	31,089	113,214	92,314
Non-controlling interest		829	3,425	8,102	8,831
		9,902	34,514	121,316	101,145
Earning per share attributable to Equity holders of the parent (Sen):					
Basic	B12	2.08	7.09	25.68	21.00
Diluted	B12	2.06	7.05	25.45	20.70

(The Condensed Consolidated Income Statements should be read in conjunction with the Audited 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 Twelve-Months Period Ended 31 December 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 Employee share option reserve RM'000	Hedge reserve RM'000	Foreign currency translation reserve RM'000	Distributable	
								Retained earnings RM'000	Minority interest RM'000
At 1 January 2014	1,326,188	1,231,619	438,253	11,423	4,271	(376)	-	778,048	94,569
Total comprehensive income	121,316	113,214	-	-	-	438	18	112,758	8,102
Transactions with owners									
Issuance of ordinary shares:									
Pursuant to exercise of ESOS	3,181	3,181	1,245	1,936	-	-	-	-	-
Share option granted under ESOS:									
Recognized in profit or loss	2,232	2,232	-	-	2,232	-	-	-	-
Exercise of ESOS	-	-	-	1,297	(1,297)	-	-	-	-
Dividends paid to non-controlling interest	(26,303)	(26,303)	-	-	-	-	-	(26,303)	-
At 31 December 2014	<u>1,426,615</u>	<u>1,323,943</u>	<u>439,498</u>	<u>14,656</u>	<u>5,206</u>	<u>62</u>	<u>18</u>	<u>864,503</u>	<u>102,672</u>

(The Condensed Consolidated Statement of Changes in Equity should be read in conjunctions with the Audited 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 Twelve-Months Period Ended 31 December 2014**

Attributable to Equity Holders of the Parent

	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	Distributable Retained earnings	Minority interest
	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	101,145	92,314	-	-	-	509	91,805	8,831
Transactions with owners								
Issuance of ordinary shares:								
Pursuant to exercise of ESOS	2,959	2,959	1,705	1,254	-	-	-	-
Share option granted under ESOS:								
Recognised in profit or loss	2,368	2,368	-	-	2,368	-	-	-
Exercise of ESOS	-	-	-	1,341	(1,341)	-	-	-
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	(243,456)	(243,456)	-	-	-	-	(243,456)	-
Adjustment due to changes in equity in subsidiaries	-	33,166	-	-	-	(310)	33,476	(33,166)
At 31 December 2013	<u>1,326,188</u>	<u>1,231,619</u>	<u>438,253</u>	<u>11,423</u>	<u>4,271</u>	<u>(376)</u>	<u>778,048</u>	<u>94,569</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 2013 and the accompanying explanatory notes attached to this report)



**Condensed Consolidated Cash Flow Statement
For the Twelve-Months Period Ended 31 December 2014**

	Note	31 December 2014 RM'000	31 December 2013 RM'000
Operating activities			
Profit before tax		160,275	139,631
Adjustments for non-cash flow items:			
Depreciation and amortization of property, plant and equipment		93,744	81,627
Employee expenses under ESOS		2,232	2,368
(Gain)/Loss on disposal of property, plant and equipment		(1,047)	(1,004)
Property, plant and equipment written off		99	346
Inventory written off		18	26
Interest income		(13,072)	(11,576)
Interest expenses		34,800	28,365
Unrealized (gain)/loss on foreign exchange		(1,219)	169
Impairment (gain)/loss on other receivables		-	27
Fair value changes on derivative financial instruments		7,796	1,636
Share of results of an associate		(1,239)	(614)
Operating profit before working capital changes		282,387	241,001
(Increase)/decrease in inventories		(66,018)	60,429
(Decrease)/Increase in trade and other receivables		(69,973)	(27,071)
Increase in trade and other payables		40,786	(33,647)
Cash generated from operations		187,182	240,712
Tax (paid) / refunded		(52,811)	(49,845)
Net cash flows from/(used in) operating activities		134,371	190,867
Investing activities			
Acquisition of property, plant and equipment		(148,356)	(121,579)
Additions of land use rights		-	(422)
Additions of plantation development expenditure		(17,484)	(35,697)
Increase in land held for property development		(17,813)	(3,635)
Investment in associate		-	(855)
Proceeds from disposal of property, plant and equipment		868	2,439
Interest received		13,072	11,576
Acquisition of shares from non-controlling interest		-	(242,500)
Net cash used in investing activities		(169,713)	(390,673)

(The Condensed Consolidated Cash Flow Statement should be read in conjunction with the Audited 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 Twelve-Months Period Ended 31 December 2014

	Note	31 December 2014 RM'000	31 December 2013 RM'000
Financing activities			
Net changes in trade facilities		130,648	336
Proceeds from loans and borrowings		74,555	226,626
Proceeds from issuance of share capital		4,479	2,959
Proceeds from issuance of preference share to Non-controlling interests		-	46
Dividend paid to non-controlling interest		(26,303)	(27,193)
Repayment of hire purchase		(10,218)	(13,792)
Repayment of loans and borrowings		(99,500)	(41,687)
Interest paid		(37,482)	(33,677)
Redemption of preference share		-	(1,000)
Net cash from financing activities		36,179	112,618
NET INCREASE/ (DECREASE) IN CASH AND CASH EQUIVALENTS		837	(87,188)
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE FINANCIAL YEAR		482,671	569,835
Effect of exchange rate changes on cash and cash equivalents		4,079	24
CASH AND CASH EQUIVALENTS AT END OF THE FINANCIAL PERIOD		487,587	482,671
Cash and cash equivalents at the end of the financial period comprised the following:			
Short term deposits with licensed banks		314,103	295,638
Cash in hand and at bank		173,484	187,033
Cash and bank balances		487,587	482,671

(The Condensed Consolidated Cash Flow Statement should be read in conjunction with the Audited 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 December 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 December 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 2017.

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 2017. 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 2017.

- 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 of the palms.
- 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 17,500 shares exercised under the Employees' Share Options Scheme.
- A7. Dividends paid**
In respect for financial year ended 31 December 2014, the company has paid RM21,963,343 on 23 July 2014, being the first and final single tier dividend of 5% declared for the financial year ended 31 December 2013.
- 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 December 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, except the disposal of 4,500 shares at par value of RM1.00 each in Wawasan Asiamaju Sdn Bhd to Shin Yang Construction Sdn Bhd. It is now an associated company with 49.5% shareholding.

A12. Changes in contingent liabilities and contingent assets

There were no contingent liabilities or contingent assets as at 31 December 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 December 2014
Subsidiary # 1	RM 59.0 million	RM 27.3 million
Subsidiary # 2	RM 374.2 million	RM 127.9 million
Subsidiary # 3	RM 85.8 million	RM 60.5 million
Subsidiary # 4	RM 115.3 million	RM 115.3 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 December 2014 is as follows:-

	31 December 2014
	RM'000
Property, plant and equipment	
Authorized but not contracted	70,935
Contracted but not provided in the financial statements	90,226
	<hr style="border-top: 1px dashed black;"/>
	161,161
	<hr style="border-top: 3px double black;"/>
Plantation Development Expenditure	
Authorized but not contracted	5,702
Contracted but not provided in the financial statements	399
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	6,101
	<hr style="border-top: 3px double black;"/>



Explanatory Notes To The Interim Report – 31 December 2014

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

B1. Review of Performance

4th Quarter FY2014 (“Q4FY2014”) vs 4th Quarter FY2013 (“Q4FY2013”)

The Group registered a total revenue of RM863.7 million for Q4FY2014 compared with RM498.4 million reported in Q4FY2013, representing an increase of RM365.3 million or 73.3%. The increase in revenue was mainly attribute to higher trading volume of palm oil products transacted by the Group.

Profit before tax for the quarter was RM12.4 million against RM46.7 million for corresponding quarter last year. This was attributed principally to the lower palm products average realized prices, and unexpected lower fresh fruit bunch (FFB) production volume.

Current Year To Date (“4QFY2014”) vs Preceding Year To Date (“4QFY2013”)

The Group registered a total revenue of RM2,852.8 million for the year ended 31 December 2014 against RM1,711.4 million reported in the year 2013, representing an increase of 66.7%.

Group profit before tax for the financial year ended 31 December 2014 was RM160.3 million against RM139.6 million achieved for year 2013. The increase in profit before tax was mainly due to the better palm products average realized prices and improved fresh fruit bunch production from plantation estates.

B2. Variation of Results to Preceding quarter

4th Quarter FY2014 (“Q4FY2014”) vs 3rd Quarter FY2014 (“Q3FY2014”)

The Group posted total revenue of RM863.7 million in Q4FY2014 compared with RM787.0 million reported in Q3FY2014.

The Group reported a profit before tax of RM12.4 million compared with RM50.5 million reported in Q3FY2014. The lower profit reported was mainly attributed to unexpected lower FFB production volume in response to cyclical crop pattern as well as lower palm products prices realized. For the quarter under review, simple average palm products realized prices against last quarter were as below:-

	Q4FY 2014	Q3FY 2014
Palm Oil Products (RM/mt)	2,171	2,354
Palm Kernel Products (RM/mt)	1,714	1,769

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 December 2014

B5. Profit before tax

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

	Individual quarter		Cumulative quarter	
	3 months ended		12 months ended	
	31 December		31 December	
	2014	2013	2014	2013
	RM'000	RM'000	RM'000	RM'000
Depreciation and amortization	28,133	21,580	93,744	81,627
Property, plant and equipment written off	(26)	(821)	99	346
(Gain)/Loss on disposal of property, plant and equipment	(403)	15	(1,047)	(1,004)
Interest income	(3,724)	(2,887)	(13,072)	(11,576)
Interest expenses	8,924	9,266	34,800	28,365

B6. Taxation

Current tax expenses	9,347	18,019	52,396	54,621
Deferred tax	(6,934)	(5,775)	(12,981)	(15,626)
	2,413	12,244	39,415	38,995
Deferred tax related to other comprehensive income:-				
Derivative financial instruments	51	50	146	169

The Group's effective tax rate is lower than the prevailing corporate tax rate of 25% due to certain capital expenditures qualified for tax incentives.



Explanatory Notes To The Interim Report – 31 December 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) 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 ("the Vendors") 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 stop date as stipulated in the CSSA and CSPA.

On 1st December 2014, the Company received a letter from vendor's advocates informing that the Vendors were unable to obtain consent from the Ministry of Land Development Sarawak for the sale and transfer of their sale shares, which is one of the CSSA Condition Precedent and that the Vendors were giving notice to rescind the CSSA. As the CSPA is conditional upon the completion of the CSSA, the CSPA would also be rescinded.

The Vendors' solicitor has refunded part of deposit pertaining to the above mentioned proposed acquisition amounting to RM4,165,782 to Company whilst the balance of RM2,784,218 deposit which it has remitted to Inland Revenue Board (IRB) as provisional real property gain tax has not yet been refunded to the Company. The Vendors are in the midst of applying for refund from IRB.



Explanatory Notes To The Interim Report – 31 December 2014

B8. Borrowing and debt securities

	31 December 2014 RM'000
Current	
Secured	297,316
Unsecured	87,672
Non-current	
Secured	501,931
Unsecured	44,500
Total	931,419

The above borrowings are denominated in Ringgit Malaysia.

B9. Derivatives financial instruments

(a) The outstanding interest rate swap (IRS) contracts as at 31 December 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	7	32	16	55	(14)	10	13	9

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 December 2014

B10. Changes in material litigation

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.

The High Court has made a judgement on 8 August 2014, and the area affected is insignificant and has no significant impact to the Company.

On 3 September 2014, the plaintiff appealed against the Judgement of the High Court on 8 August 2014 and similarly, the Company had filed a cross appeal against the same Judgement on 6 November 2014.

On 15 December 2014, the plaintiff has served their Record of Appeal, and the Company has filed and served the Notice of Cross Appeal. The Company is currently awaiting the Court of Appeal to fix the date for hearing.

B11. Dividends

No interim dividend has been declared for the financial year ended 31 December 2014 (31 December 2013 : Nil).



Explanatory Notes To The Interim Report – 31 December 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		12 months ended	
	31.12.2014	31.12.2013	31.12.2014	31.12.2013
	RM'000	RM'000	RM'000	RM'000
Profit attributable to ordinary equity holders of the parent	9,131	31,054	112,758	91,805
	Individual Quarter		Cumulative Quarter	
	3 months ended		12 months ended	
	31.12.2014	31.12.2013	31.12.2014	31.12.2013
	RM'000	RM'000	RM'000	RM'000
Weighted average number of Ordinary shares in issue	439,500	438,207	439,030	437,197
	Individual Quarter		Cumulative Quarter	
	3 months ended		12 months ended	
	31.12.2014	31.12.2013	31.12.2014	31.12.2013
	Sen	Sen	Sen	Sen
Basic earning per share	2.08	7.09	25.68	21.00

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		12 months ended	
	31.12.2014	31.12.2013	31.12.2014	31.12.2013
	RM'000	RM'000	RM'000	RM'000
Profit attributable to ordinary equity holders of the parent	9,131	31,054	112,758	91,805
	Individual Quarter		Cumulative Quarter	
	3 months ended		12 months ended	
	31.12.2014	31.12.2013	31.12.2014	31.12.2013
	RM'000	RM'000	RM'000	RM'000
Weighted average number of Ordinary shares in issue	443,600	443,302	443,130	442,292
	Individual Quarter		Cumulative Quarter	
	3 months ended		12 months ended	
	31.12.2014	31.12.2013	31.12.2014	31.12.2013
	Sen	Sen	Sen	Sen
Diluted earning per share	2.06	7.05	25.45	20.70



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

Explanatory Notes To The Interim Report – 31 December 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 25 February 2015.

By Order of the Board
Eric Kiu Kwong Seng
Company Secretary

Miri
25 February 2015