



SARAWAK PLANTATION BERHAD
(Incorporated in Malaysia - 451377- P)

INTERIM REPORT FOR 4TH QUARTER ENDED 31 DECEMBER 2014



SARAWAK PLANTATION BERHAD

(Incorporated in Malaysia - 451377- P)

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INTERIM REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2014
(The figures have not been audited)

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**Condensed Consolidated Statement of Financial Position**
(The figures have not been audited)

	Notes	As At End Of Current Financial Year 31/12/2014 (Unaudited) RM'000	As At End Of Preceding Financial Year 31/12/2013 (Audited) RM'000
ASSETS			
Non-current assets			
Property, plant and equipment		321,502	323,683
Plantation development expenditure		277,425	258,149
Investment property		4,954	5,120
Total non-current assets		603,881	586,952
Current assets			
Other investments	B6	1,868	2,080
Inventories		18,827	16,160
Trade and other receivables		19,726	21,249
Prepayments and other assets		4,106	4,580
Current tax recoverable		7,444	4,078
Cash and bank balances		113,173	117,390
		165,144	165,537
Assets held for sale		2,341	2,341
Total current assets		167,485	167,878
TOTAL ASSETS		771,366	754,830

**Condensed Consolidated Statement of Financial Position (continued)**

(The figures have not been audited)

	Notes	As At End Of Current Financial Year 31/12/2014 (Unaudited) RM'000	As At End Of Preceding Financial Year 31/12/2013 (Audited) RM'000
EQUITY AND LIABILITIES			
Equity attributable to Owners of the Company			
Share capital	A5	280,000	280,000
Share premium	A5	60,969	60,969
Reserves		275,321	241,985
		616,290	582,954
Non-controlling interests		(6,078)	(5,671)
Total equity		610,212	577,283
Non-current liabilities			
Deferred tax liabilities		56,046	54,356
Loans and Borrowings	B7	2,912	5,065
Total non-current liabilities		58,958	59,421
Current liabilities			
Trade and other payables		65,955	55,745
Loans and Borrowings	B7	36,036	62,081
Current tax payable		205	300
Total current liabilities		102,196	118,126
Total liabilities		161,154	177,547
TOTAL EQUITY AND LIABILITIES		771,366	754,830
Net assets per share attributable to Owners of the Company (RM)		2.20	2.08

(The Condensed Consolidated Statement of Financial Position 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 Profit or Loss and Other Comprehensive Income**
(The figures have not been audited)

	Notes	Individual Quarter (Q4)		Cumulative Quarter (12 Months)	
		Current Year Quarter 31/12/2014 (Unaudited) RM'000	Preceding Year Corresponding Quarter 31/12/2013 (Unaudited) RM'000	Current Year - Period To Date 31/12/2014 (Unaudited) RM'000	Preceding Year - Period To Date 31/12/2013 (Audited) RM'000
Revenue		97,221	113,049	389,901	362,052
Cost of sales		(77,856)	(75,671)	(290,407)	(264,910)
Gross profit		19,365	37,378	99,494	97,142
Other operating income		28,771	812	29,836	2,294
Distribution costs		(5,896)	(6,511)	(22,758)	(20,812)
Other operating expenses		(2,543)	(7,633)	(2,543)	(7,633)
Administrative expenses		(12,590)	(7,663)	(30,564)	(25,921)
Replanting expenditure		(3,505)	(391)	(6,288)	(2,345)
Results from operating activities		23,602	15,992	67,177	42,725
Finance income		2,191	654	4,544	3,119
Finance costs		(525)	(649)	(1,677)	(1,280)
Net finance income		1,666	5	2,867	1,839
Profit before tax	A14	25,268	15,997	70,044	44,564
Income tax expense	B5	(2,032)	(3,966)	(9,159)	(8,814)
Profit for the period		23,236	12,031	60,885	35,750
Other comprehensive income, net of tax		-	-	-	-
Profit and total comprehensive income for the period		23,236	12,031	60,885	35,750

**Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income (continued)**
(The figures have not been audited)

	Notes	Individual Quarter (Q4)		Cumulative Quarter (12 Months)	
		Current Year Quarter 31/12/2014 (Unaudited) RM'000	Preceding Year Corresponding Quarter 31/12/2013 (Unaudited) RM'000	Current Year - Period To Date 31/12/2014 (Unaudited) RM'000	Preceding Year - Period To Date 31/12/2013 (Audited) RM'000
Profit/(Loss) attributable to:					
Owners of the Company		23,389	15,094	61,292	39,685
Non-controlling interests		(153)	(3,063)	(407)	(3,935)
Profit for the period		23,236	12,031	60,885	35,750
Profit and total comprehensive income/(loss) attributable to:					
Owners of the Company		23,389	15,094	61,292	39,685
Non-controlling interests		(153)	(3,063)	(407)	(3,935)
Profit and total comprehensive income for the period		23,236	12,031	60,885	35,750
Basic earnings per ordinary share attributable to Owners of the Company (sen):					
Basic	B12	8.37	5.40	21.92	14.20
Diluted	B12	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 year ended 31 December 2013 and the accompanying explanatory notes attached to this report)



Condensed Consolidated Statement of Changes in Equity

(The figures have not been audited)

	Attributable to Owners of the Company										
	Notes	Non-distributable					Distributable			Non-controlling interests RM'000	Total equity RM'000
		Number of shares '000	Nominal value RM'000	Share premium RM'000	Equity reserve RM'000	Treasury shares RM'000	Retained earnings RM'000	Total RM'000			
									Issued and paid up ordinary shares of RM1.00 each		
At 31 December 2013		280,000	280,000	60,969	493	(1,223)	242,715	582,954	(5,671)	577,283	
Profit and total comprehensive income for the period		-	-	-	-	-	61,292	61,292	(407)	60,885	
Less: Second interim, single tier exempt dividend in respect of the financial year ended 31 December 2013	B11(a)	-	-	-	-	-	(11,182)	(11,182)	-	(11,182)	
Less: First interim, single tier exempt dividend in respect of the financial year ended 31 December 2014	B11(b)						(16,774)	(16,774)	-	(16,774)	
As at 31 December 2014		280,000	280,000	60,969	493	(1,223)	276,051	616,290	(6,078)	610,212	

(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 Statement of Changes in Equity**

(The figures have been audited)

	Attributable to Owners of the Company										
	Notes	Non-distributable					Distributable			Non-controlling interests RM'000	Total equity RM'000
		Number of shares '000	Nominal value RM'000	Share premium RM'000	Equity reserve RM'000	Treasury shares RM'000	Retained earnings RM'000	Total RM'000			
									Issued and paid up ordinary shares of RM1.00 each		
At 31 December 2012 / 1 January 2013, as previously stated	280,000	280,000	60,969	493	(1,223)	228,332	568,571	(1,736)	566,835		
Less : Effect of adoption of the Amendments to FRS 116	-	-	-	-	-	(141)	(141)	-	(141)		
1 January 2013, restated	280,000	280,000	60,969	493	(1,223)	228,191	568,430	(1,736)	566,694		
Profit and total comprehensive income for the period	-	-	-	-	-	39,685	39,685	(3,935)	35,750		
Less: Second interim, single tier exempt dividend in respect of the financial year ended 31 December 2012	-	-	-	-	-	(13,978)	(13,978)	-	(13,978)		
Less: First interim, single tier exempt dividend in respect of the financial year ended 31 December 2013	-	-	-	-	-	(11,183)	(11,183)	-	(11,183)		
As at 31 December 2013	280,000	280,000	60,969	493	(1,223)	242,715	582,954	(5,671)	577,283		

(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 Statement of Cash Flows
(The figures have not been audited)

	Cumulative Quarter (12 Months)	
	Current Year - Period To Date 31/12/2014 (Unaudited) RM'000	Preceding Year - Period To Date 31/12/2013 (Audited) RM'000
Cash flows from operating activities		
Profit before tax	70,044	44,564
<i>Adjustments for:</i>		
Depreciation of investment property	166	166
Change in fair value of other investments	243	(229)
Depreciation of plantation development expenditure	221	221
Depreciation of property, plant and equipment	21,471	20,378
Dividend income from other investments	(43)	(80)
Gain on disposal of other investments	(3)	(16)
(Reversal)/ Impairment losses on:		
- plantation development expenditure	2,431	4,977
- property, plant and equipment	78	2,017
- prior year's deposits paid for acquisition of equity interest in four plantation companies	(28,500)	-
Finance income	(4,544)	(3,119)
Finance costs	1,677	1,280
Inventories written off	264	115
Property, plant and equipment written off	189	112
Operating profit before changes in working capital	63,694	70,386
Change in inventories	(2,930)	10,213
Change in trade and other receivables, prepayments and other assets	893	(2,820)
Change in trade and other payables	(4,441)	(20,226)
Cash generated from operations	57,216	57,553
Income tax refunded	-	2,218
Income tax paid	(10,929)	(11,544)
Interest paid	(2,375)	(2,958)
Finance lease profit paid	(158)	(58)
Interest received	5,631	3,320
Net cash from operating activities	49,385	48,531

**Condensed Consolidated Statement of Cash Flows (continued)**
(The figures have not been audited)

	Cumulative Quarter (12 Months)	
	Current Year - Period To Date 31/12/2014 (Unaudited) RM'000	Preceding Year - Period To Date 31/12/2013 (Audited) RM'000
Cash flows from investing activities		
Dividend received	30	-
Acquisition of property, plant and equipment	(8,058)	(12,044)
Net movement of fixed deposits with original maturities of more than three months	1,071	1,860
Plantation development expenditure (net of depreciation and finance costs capitalised)	(17,546)	(21,833)
Recovery of prior year's deposits paid for acquisition of equity interest in four plantation companies pursuant to court judgment	28,500	-
Net cash from/(used in) investing activities	3,997	(32,017)
Cash flows from financing activities		
Proceeds from borrowings	18,716	18,000
Repayment of borrowings	(47,288)	(23,318)
Dividends paid to owners of the Company	(27,956)	(25,161)
Net cash used in financing activities	(56,528)	(30,479)
Net decrease in cash and cash equivalents	(3,146)	(13,965)
Cash and cash equivalents as at 1 January	109,499	123,464
Cash and cash equivalents as at 31 December	106,353	109,499
Represented by:		
Short term deposits	108,182	114,778
Cash and bank balances	4,991	2,612
	113,173	117,390
Less:		
Fixed deposits with original maturities exceeding three months	(6,820)	(7,891)
Cash and cash equivalents	106,353	109,499

(The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the audited financial statements for the year ended 31 December 2013 and the accompanying notes attached to this report)



Part A – Explanatory Notes Pursuant to Financial Reporting Standards (“FRS”) 134

A1. Basis of preparation

1. Statement of compliance

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

The condensed consolidated financial statements should be read in conjunction with the audited financial statements of the Group for the financial year ended 31 December 2013.

2. Significant accounting policies

2.1 Adoption of new/revised Standards, Amendments and Interpretations

The accounting policies and methods of computation used in the preparation of the consolidated interim financial statements of the Group are consistent with those used in the preparation of the last audited financial statements of the Group for the financial year ended 31 December 2013 except for the adoption of the following new/revised accounting standards, amendments and interpretations that have been issued by Malaysian Accounting Standards Board (“MASB”):

Standard / Amendment / Interpretation	Effective date
Amendments to FRS 10, <i>Consolidated Financial Statements: Investment Entities</i>	1 January 2014
Amendments to FRS 12, <i>Disclosure of Interests in Other Entities: Investment Entities</i>	1 January 2014
Amendments to FRS 127, <i>Separate Financial Statements (2011): Investment Entities</i>	1 January 2014
Amendments to FRS 132, <i>Financial Instruments: Presentation – Offsetting Financial Assets and Financial Liabilities</i>	1 January 2014
Amendments to FRS 136, <i>Impairment of Assets - Recoverable Amount Disclosures for Non-Financial Assets</i>	1 January 2014
Amendments to FRS 139, <i>Financial Instruments : Recognition and Measurement – Novation of Derivatives and Continuation of Hedging Accounting</i>	1 January 2014
IC Interpretations 21, <i>Levies</i>	1 January 2014

The Group have not applied the following new/revised accountings standard, amendments and interpretations that have been issued by the Malaysian Accounting Standards Board (MASB) but are effective only for annual periods beginning on or after the respective dates indicated herein:

Standards / Amendments / Interpretations	Effective date
Amendment to FRS 1, <i>First-time Adoption of Malaysian Financial Reporting Standards (Annual Improvements to FRSs 2011 – 2013 Cycle)</i>	1 July 2014
Amendments to FRS 2, <i>Share-based Payment (Annual Improvements 2010 – 2012 Cycle)</i>	1 July 2014
Amendments to FRS 3, <i>Business Combinations (Annual Improvements 2010 – 2012 Cycle and 2011-2013 Cycle)</i>	1 July 2014
Amendments to FRS 8, <i>Operating Segments (Annual Improvements 2010 – 2012 Cycle)</i>	1 July 2014
Amendments to FRS 13, <i>Fair Value Measurement (Annual Improvements 2010 – 2012 Cycle and 2011 – 2013 Cycle)</i>	1 July 2014
Amendment to FRS 116, <i>Property, Plant and Equipment (Annual Improvements to FRSs 2010 – 2012 Cycle)</i>	1 July 2014

**Part A – Explanatory Notes Pursuant to FRS 134****A1. Basis of preparation (continued)****2. Significant accounting policies****2.1 Adoption of new/revised Standards, Amendments and Interpretations (continued)**

Standards / Amendments / Interpretations	Effective date
Amendments to FRS 119, <i>Employee Benefits – Defined Benefits Plans: Employee Contributions</i>	1 July 2014
Amendments to FRS 124, <i>Related Party Disclosures (Annual Improvements 2010 – 2012 Cycle)</i>	1 July 2014
Amendments to FRS 138, <i>Intangible Assets (Annual Improvements 2010 – 2012 Cycle)</i>	1 July 2014
Amendment to FRS 140, <i>Investment Properties (Annual Improvements 2011 – 2013 Cycle)</i>	1 July 2014
Amendments to FRS 5, <i>Non-current Assets Held for Sale and Discontinued Operations (Annual Improvement to FRSs 2012 – 2014 Cycle)</i>	1 January 2016
Amendments to FRS 7, <i>Financial Instruments : Disclosures ((Annual Improvements 2012 – 2014 Cycle)</i>	1 January 2016
Amendments to FRS 10, <i>Consolidated Financial Statements</i> and FRS 128, <i>Investments in Associates and Joint Venture - Sale or Contribution of Assets between Investor and its Associate or Joint Venture</i>	1 January 2016
Amendments to FRS 10, <i>Consolidated Financial Statements</i> , FRS 2, <i>Disclosure of Interests in Other Entities</i> and FRS 128, <i>Investments in Associates and Joint Venture – Investment Entities: Applying the Consolidation Exception</i>	1 January 2016
Amendment to FRS 11, <i>Joint Arrangements (Accounting for Acquisitions of Interests in Joint Operations)</i>	1 January 2016
FRS 14 <i>Regulatory Deferral Accounts</i>	1 January 2016
Amendments to FRS 116, <i>Property, Plant and Equipment</i> and FRS 138, <i>Intangible Assets - Clarification of Acceptable Methods of Depreciation and Amortisation</i>	1 January 2016
Amendments to FRS 101, <i>Presentation of Financial Statements – Disclosure Initiative</i>	1 January 2016
Amendments to FRS 119, <i>Employee Benefits (Annual Improvements 2012 – 2014 Cycle)</i>	1 January 2016
Amendments to FRS 127, <i>Equity Method in Separate Financial Statements</i>	1 January 2016
Amendments to FRS 134, <i>Interim Financial Reporting (Annual Improvements 2012 – 2014 Cycle)</i>	1 January 2016
FRS 9, <i>Financial Instruments</i>	1 January 2018
Amendments to FRS 7, <i>Financial Instruments : Disclosure Mandatory of FRS 9 and Transition Disclosure</i>	Yet to be confirmed

The initial application of standards, amendments and interpretations are not expected to have any material financial impacts on the financial statements for the current and prior periods except for FRS 9, *Financial Instruments*. The Group is currently assessing the financial impact that may arise from adoption of FRS 9.



Part A – Explanatory Notes Pursuant to FRS 134

A1. Basis of preparation (continued)

2. Significant accounting policies

2.2 Malaysian Financial Reporting Standards

On 7 August 2013, MASB made an announcement to allow transitioning entities to defer the adoption of the Malaysian Financial Reporting Standards (“MFRS”). Transitioning entities will have to adopt the MFRS when mandated by MASB.

On 2 September 2014, MASB has announced that transitioning entities shall be required to apply the Malaysian Financial Reporting Standards (“MFRS”) for annual periods beginning on or after 1 January 2017.

The Group’s financial statements for annual period beginning on 1 January 2017 will be prepared in accordance with the Malaysian Financial Reporting Standards (“MFRSs”) issued by the MASB and International Financial Reporting Standards (“IFRSs”).

The Group falls within the scope of MFRS 141, *Agriculture*. Therefore, the Group is currently exempted from adopting the (“MFRSs”) and is referred to as a “Transitioning Entity”.

For 1 January 2017, the Group will apply the following MFRSs that are not yet effective:

Standards / Amendments / Interpretations	Effective date
Agriculture: <i>Bearer Plants (Amendments to MFRS 116 and MFRS 114)</i>	1 January 2016
MFRS 15, <i>Revenue from Contracts with Customers</i>	1 January 2017

Material impacts of the initial application of the above accounting standards, which are or are likely to be applicable to the Group and which are to be applied retrospectively, are discussed below:

(i) Amendments to MFRS 116, *Property, Plant and Equipment* and MFRS 141, *Agriculture – Agriculture: Bearer Plants*

The amendments to MFRS 116 and MFRS 141 require a bearer plant, defined as a living plant, to be accounted for as property, plant and equipment in accordance with MFRS 116, *Property, Plant and Equipment*.

The Group is currently assessing the financial impact that may arise from the adoption of amendments to MFRS 116 and MFRS 141.

(ii) MFRS 15, *Revenue from Contracts with Customers*

MFRS 15 replaces the guidance in MFRS 111, *Construction Contracts*, MFRS 118, *Revenue*, IC Interpretation 13, *Customer Loyalty Programmes*, IC Interpretation 15, *Agreements for Construction of Real Estate*, IC Interpretation 18, *Transfers of Assets from Customers* and IC Interpretation 131, *Revenue - Barter Transactions Involving Advertising Services*.

The Group is currently assessing the financial impact that may arise from the adoption of MFRS 15.

**Part A – Explanatory Notes Pursuant to FRS 134****A2. Seasonality or Cyclicity of Interim Operations**

The Group's performance is affected by the cropping pattern of fresh fruit bunches ("FFB") which normally reaches its peak in the second half of the year, that will be reflected accordingly in the crude palm oil ("CPO") and palm kernel ("PK") production of the Group. The performance is also affected by the prices of CPO and PK which are determined by global supply and demand situation for edible oils and fats.

A3. Unusual Items Affecting Assets, Liabilities, Equity, Net income or Cash Flows

During the interim quarter under review, the Group has recognised a total impairment loss of RM2.5 million (included in other operating expenses) of which details are disclosed in note A8.

In addition, the Group has also recognised a reversal of prior year's impairment loss of RM28.5 million (included in other operating income) of which details are also attached in note A8.

A4. Material Changes in Estimates

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

A5. Issuances, Cancellations, Repurchases, Resale and Repayments of Debt and Equity Securities

There were no issuances, cancellations, repurchases, resale and repayments of debt and equity in the current interim financial period.

A6. Dividends Paid

	Cumulative Quarter (12 Months)	
	Current Year - Period To Date 31/12/2014 RM'000	Preceding Year - Period To Date 31/12/2013 RM'000
Second interim, single tier exempt dividend in respect of the financial year ended 31 December 2012		
- 5 sen per ordinary share	-	13,978
First interim, single tier exempt dividend in respect of the financial year ended 31 December 2013		
- 4 sen per ordinary share	-	11,183
Second interim, single tier exempt dividend in respect of the financial year ended 31 December 2013		
- 4 sen per ordinary share	11,182	-
First interim, single tier exempt dividend in respect of the financial year ended 31 December 2014		
- 6 sen per ordinary share	16,774	-
	27,956	25,161



Part A – Explanatory Notes Pursuant to FRS 134

A7. Segment Information

The Group's business segments mainly comprise the following three major business segments:-

(i) Investment holding

Investment holding company

(ii) Oil palm operations

Cultivation of oil palm and processing of fresh fruit bunches

(iii) Management services and rental

Provision of management service and rental of investment properties

Individual Quarter (Q4)

	Investment holding RM'000	Oil palm operations RM'000	Management services and Rental RM'000	Consolidated RM'000
31/12/2014				
Revenue				
Segment revenue	6,000	96,827	1,236	104,063
Inter-segment revenue	(6,000)	-	(842)	(6,842)
External revenue	-	96,827	394	97,221
Cost of sales				
Segment cost of sales	-	(77,382)	(552)	(77,934)
Inter-segment cost of sales	-	33	45	78
External cost of sales	-	(77,349)	(507)	(77,856)
Gross profit/(loss)	-	19,478	(113)	19,365
Other income including finance income	548	30,363	127	31,038
Inter-segment	(91)	56	(41)	(76)
External other income	457	30,419	86	30,962
Other expenses including finance costs	(2,228)	(26,760)	(1,504)	(30,492)
Inter-segment	634	3,834	965	5,433
External other expenses	(1,594)	(22,926)	(539)	(25,059)
(Loss)/Profit before tax	(1,137)	26,971	(566)	25,268



Part A – Explanatory Notes Pursuant to FRS 134

A7. Segment Information (continued)

Individual Quarter (Q4)

	Investment holding RM'000	Oil palm operations RM'000	Management services and Rental RM'000	Consolidated RM'000
31/12/2013				
Revenue				
Segment revenue	10,000	113,082	759	123,841
Inter-segment revenue	(10,000)	-	(792)	(10,792)
External revenue	-	113,082	(33)	113,049
Cost of sales				
Segment cost of sales	-	(75,050)	(679)	(75,729)
Inter-segment cost of sales	-	13	45	58
External cost of sales	-	(75,037)	(634)	(75,671)
Gross profit	-	38,045	(667)	37,378
Other income including finance income	2,228	2,216	890	5,334
Inter-segment	(1,787)	(1,602)	(479)	(3,868)
External other income	441	614	411	1,466
Other expenses including finance costs	(4,517)	(27,616)	(2,391)	(34,524)
Inter-segment	3,394	6,694	1,589	11,677
External other expenses	(1,123)	(20,922)	(802)	(22,847)
(Loss)/Profit before tax	(682)	17,737	(1,058)	15,997

**Part A – Explanatory Notes Pursuant to FRS 134****A7. Segment Information (continued)****Cumulative Quarter (12 Months)**

	Investment holding RM'000	Oil palm operations RM'000	Management services and Rental RM'000	Consolidated RM'000
31/12//2014				
Revenue				
Segment revenue	32,500	388,434	4,729	425,663
Inter-segment revenue	(32,500)	-	(3,262)	(35,762)
External revenue	-	388,434	1,467	389,901
Cost of sales				
Segment cost of sales	-	(288,330)	(2,369)	(290,699)
Inter-segment cost of sales	-	112	180	292
External cost of sales	-	(288,218)	(2,189)	(290,407)
Gross profit/(loss)	-	100,216	(722)	99,494
Other income including finance income	3,202	32,949	1,680	37,831
Inter-segment	(1,221)	(974)	(1,256)	(3,451)
External other income	1,981	31,975	424	34,380
Other expenses including finance costs	(5,821)	(64,385)	(3,290)	(73,496)
Inter-segment	767	7,159	1,740	9,666
External other expenses	(5,054)	(57,226)	(1,550)	(63,830)
(Loss)/Profit before tax	(3,073)	74,965	(1,848)	70,044

Part A – Explanatory Notes Pursuant to FRS 134

A7. Segment Information (continued)

Cumulative Quarter (12 Months)

	Investment holding RM'000	Oil palm operations RM'000	Management services and Rental RM'000	Consolidated RM'000
31/12/2013				
Revenue				
Segment revenue	27,800	361,014	4,165	392,979
Inter-segment revenue	(27,800)	-	(3,127)	(30,927)
External revenue	-	361,014	1,038	362,052
Cost of sales				
Segment cost of sales	-	(262,701)	(2,461)	(265,162)
Inter-segment cost of sales	-	72	180	252
External cost of sales	-	(262,629)	(2,281)	(264,910)
Gross profit	-	98,385	(1,243)	97,142
Other income including finance income	5,030	4,713	1,420	11,163
Inter-segment	(3,060)	(2,102)	(588)	(5,750)
External other income	1,970	2,611	832	5,413
Other expenses including finance costs	(8,654)	(61,087)	(3,950)	(73,691)
Inter-segment	3,531	9,601	2,568	15,700
External other expenses	(5,123)	(51,486)	(1,382)	(57,991)
(Loss)/Profit before tax	(3,153)	49,510	(1,793)	44,564

Segment assets and liabilities

	As At End Of Current Financial Period 31/12/2014
Segment assets:	
Oil palm operations	683,271
Investment holding	387,000
Management services and rental	45,902
Total	1,116,173
Elimination	(344,807)
Total assets	771,366



Part A – Explanatory Notes Pursuant to FRS 134

A7. Segment Information (continued)

	As At End Of Current Financial Period 31/12/2014
Segment liabilities:	
Oil palm operations	201,578
Investment holding	3,901
Management services and rental	16,913
Total	<u>222,392</u>
Elimination	<u>(61,238)</u>
Total liabilities	<u>161,154</u>

A8. Impairment of Assets

During the interim quarter under review, the Group has recognised a total impairment loss of RM2.5 million (included in other operating expenses) on assets (including plantation development expenditure, property, plant and equipment and prepayment and other assets) relating to a plantation owned by the subsidiary (RM2.2million), and a plantation under the Native Customary Rights (NCR) joint venture (RM0.3 million).

In addition, the Group has also recognised a reversal of prior year's impairment loss of RM28.5 million (included in other operating income) on deposits paid for acquisitions of equity interest in four plantation companies as a result of recovery of the said deposits.

A9. Material Events Subsequent to the End of the Interim Period

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

A10. Changes in the Composition of the Group

As at 31 December 2014, 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.

The voluntary winding up of three dormant subsidiaries is in progress. The winding up proceedings of these subsidiaries, is not expected to have material impact on the financial statements of the Group and the Company.

A11. Changes in Contingent Liabilities and Contingent Assets

As at 31 December 2014, there were no material contingent liabilities or contingent assets, which upon being enforced might have a material impact on the financial position or business of the Group.

	At 31/12/2014 RM'000
As at that date, the Company has contingent liabilities as follows:	
Corporate guarantees granted for banking facilities of subsidiaries	<u>317,000</u>

**Part A – Explanatory Notes Pursuant to FRS 134****A12. Capital Expenditure Commitments**

As at 31 December 2014, there were no material capital commitments for capital expenditure, contracted for or known to be contracted for by the Group which might have a material impact on the financial position or business of the Group except as disclosed below:

	At 31/12/2014
	RM'000
Capital Expenditure	
Authorised and contracted for	19,590
Authorised and not contracted for	118,983
	<u>138,573</u>
Analysed as follows:	
Property, plant and equipment	85,962
Plantation development expenditure	52,611
	<u>138,573</u>

A13. Significant Related Party Transactions

The significant related party transactions during the financial period as set out below represent significant transactions with companies having common directorship or in which a Director or person connected to a Director has interests; or with a corporate shareholder of the Company.

	Cumulative Quarter (12 Months)	
	Current Year - Period To Date	Preceding Year - Period To Date
	31/12/2014	31/12/2013
	RM'000	RM'000
a. Sarawak Land Development Board ("SLDB")		
- Receipts of proceeds from sales of fresh fruit bunches on behalf of SLDB*	1,831	1,892
- Payment of expenses on behalf of SLDB*	(1,174)	(857)
- Management fee in relation to the management of the Plantation of SLDB	(171)	-
b. KUB Sepadu Sdn. Bhd.		
- Purchase of fresh fruit bunches	19,851	9,423
c. Danawa Resources Sdn. Bhd.		
- Rental and annual support for satellite broadband services	471	433
d. Intuitive Systems Sdn. Bhd.		
- Software support, customisation, maintenance and implementation costs	769	610
e. Ta Ann Pelita Igan Sdn. Bhd.		
- Laboratory services	(36)	(20)
	<u>(36)</u>	<u>(20)</u>

* In the course of the management of the plantation of SLDB by a subsidiary.

The Directors are of the opinion that all the transactions above have been entered into in the normal course of business and they are effected on terms not materially different from those obtainable in transactions with unrelated parties



Part A – Explanatory Notes Pursuant to FRS 134

A14. Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income Disclosures

	Individual Quarter (Q4)		Cumulative Quarter (12 Months)	
	Current Year Quarter 31/12/2014 RM'000	Preceding Year Corresponding Quarter 31/12/2013 RM'000	Current Year - Period To Date 31/12/2014 RM'000	Preceding Year - Period To Date 31/12/2013 RM'000
Profit before tax is arrived at after charging:				
Depreciation of investment property	41	41	166	166
Depreciation of plantation development expenditure	55	55	221	221
Depreciation of property, plant and equipment	5,410	5,223	21,471	20,378
Impairment of losses:				
- Plantation development expenditure	2,431	4,977	2,431	4,977
- Property, plant and equipment	78	2,017	78	2,017
- Prepayment and other assets	33	615	33	615
- Trade and other receivables	234	66	234	66
Inventories written off	264	115	264	115
Property, plant and equipment written off	-	112	189	112
Change in fair value of other investments	243	-	243	-
Finance costs	525	649	1,677	1,280
Profit before tax is arrived at after crediting:				
Dividend income from other investments	2	5	43	80
Change in fair value of other investments	-	99	-	229
Gain on disposal of other investments	1	4	3	16
Other operating income				
- Other operating income	271	812	1,336	2,294
- Reversal of impairment loss on prior year's deposits paid for acquisition of equity interest in four plantation companies	28,500	-	28,500	-
Finance income	2,191	654	4,544	3,119

Other items not applicable to the Group are foreign exchange gain or loss and gain and loss on derivatives.



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

B1. Review of Performance

Quarter 4, 2014 vs Quarter 4, 2013

The Group recorded revenue of RM97.2 million in the current quarter under review compared with RM113 million reported in the corresponding period of the preceding year. The Group's profit before tax was RM25.3 million for the current quarter under review as compared to RM16 million for the corresponding period of the preceding year. The increase was principally due to the reversal of prior year's impairment loss on deposits paid for acquisition of equity interest in four plantation companies (see Notes A8) and the effect of higher sales volumes of PK offsetted by lower sales volume of CPO and lower realised average selling prices for CPO and PK during the current interim quarter.

The performance of the respective major business segments of the Group are as follows:

Oil palm operations

For the current quarter under review, the oil palm operations segment contributed 99.6% of the Group revenue of RM97.2 million.

The revenue of the oil palm operations decreased by RM16.3 million to RM96.8 million in the current financial period compared with RM113.1 million reported in the corresponding period of the preceding year. The decrease was principally attributed to the effect of lower realised average selling prices of CPO and PK, and lower sales volumes of CPO, offsetted by higher sales volumes of PK.

The CPO and PK realised average selling prices had decreased by approximately 11.1% and 11.5% respectively for the current quarter. The sales volumes of CPO had decreased by approximately 3.9%, whereas the PK sales volumes had increased by approximately 0.95%.

The gross profit for the oil palm operations decreased by RM18.5 million for the current quarter as compared to the corresponding period of the preceding year in line with the decrease in revenue. However the profit before tax for oil palm operations increased by RM9.3 million for the current quarter as compared to the corresponding period of the preceding year mainly because of the reversal of prior year's impairment loss on deposits paid for acquisition of equity interest in four plantation companies.

Twelve months ended 31 December 2014 vs Twelve months ended 31 December 2013

The Group recorded revenue of RM389.9 million in the current financial year ended 31 December 2014 compared with RM362 million reported in the preceding year. Similarly, the Group's profit before tax was RM70 million for the current financial year as compared to RM44.6 million for the preceding year. The increase was principally due to the reversal of prior year's impairment loss on deposits paid for acquisition of equity interest in four plantation companies (see Notes A8) and the effect of higher realised average selling prices of CPO and PK, higher sales volumes of CPO, offsetted by lower volume of PK during the current financial year.



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

B1. Review of Performance (continued)

The performance of the respective major business segments of the Group are as follows:

Oil palm operations

For the current financial year, the oil palm operations segment contributed 99.6% of the Group revenue of RM389.9 million.

The revenue of the oil palm operations increased by RM27.4 million to RM388.4 million in the current financial year compared with RM361 million reported in the preceding year. The increase was principally attributed to the effect of higher realised average selling prices of CPO and PK, and higher sales volumes of CPO, offsetted by lower sales volumes of PK.

The realised average selling prices of CPO and PK had increased by approximately 3.6% and 29.5% respectively for the current year. The CPO sales volumes had increased by approximately 2%, whereas the PK volume had decreased by approximately 0.2%.

The gross profit and profit before tax for the oil palm operations increased by RM1.8 million and RM25.5 million, respectively for the current financial year as compared to the preceding year, in line with the increase in revenue and the reversal of prior year's impairment loss on deposits paid for acquisition of equity interest in four plantation companies.

Other segments

Other segments' results are insignificant to the Group.

B2. Material Changes in Profit Before Tax for the Current Quarter as compared with the Immediate Preceding Quarter

For the quarter under review, the Group recorded a profit before tax of RM25.3 million as compared to a profit before tax of RM5.9 million in the preceding quarter. The increase was principally attributed to the reversal of impairment loss on deposits paid for investments in four plantation companies in previous years (see Notes A8) and the effect of higher sales volumes of CPO and PK, offsetted by lower realised average selling prices of CPO and PK.

The sales volumes of CPO and PK had increased by approximately by 2.9% and 30.1%, whereas the realised average selling prices of CPO and PK had decreased approximately by 0.8% and 5.2% respectively.

B3. Prospects for the Next Financial Year

The performance of the Group is largely dependent on the production, operation efficiency and prices of CPO and PK.

Barring any unforeseen circumstances, the Group expects to perform satisfactorily for the next financial year.

B4. Profit Forecast or Profit Guarantee

The disclosure requirement for explanatory notes for the variance of actual profit after income tax expense and non-controlling interests and forecast profit after income tax expense and non-controlling interests is not applicable as the Group did not issue any profit forecast or profit guarantee for the financial year.



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

B5. Income Tax Expense

	Individual Quarter (Q4)		Cumulative Quarter (12 Months)	
	Current Year Quarter 31/12/2014 RM'000	Preceding Year Corresponding Quarter 31/12/2013 RM'000	Current Year - Period To Date 31/12/2014 RM'000	Preceding Year - Period To Date 31/12/2013 RM'000
Current tax expense/ (income)	(958)	3,861	7,469	6,963
Deferred tax income	2,990	105	1,690	1,851
	<u>2,032</u>	<u>3,966</u>	<u>9,159</u>	<u>8,814</u>

The Group's effective tax rate for the financial year ended 31 December 2014 is lower than the statutory tax rate principally due to the utilisation of tax allowances available for offset against taxable profit coupled with reversal of impairment loss which is non taxable.

B6. Quoted Investments

There was no material purchase or disposal of quoted securities for the current financial period.

The investments in quoted securities as at 31 December 2014 are as follows:

Quoted in Malaysia

	At 31/12/2014 RM'000
<u>Current</u>	
Financial assets at fair value through profit or loss	<u>1,868</u>
<u>Represented by:</u>	
At fair value	<u>1,868</u>

B7. Loans and Borrowings

	At 31/12/2014 RM'000
<u>Current</u>	
Revolving credits - secured	32,000
Term loan - secured	-
Term loan - unsecured	2,980
Finance lease liabilities (Hire purchase - i)	<u>1,056</u>
	<u>36,036</u>
<u>Non-current</u>	
Term Loan (Term Financing – i) - secured	1,716
Finance lease liabilities (Hire purchase - i)	<u>1,196</u>
	<u>2,912</u>
Total loans and borrowings	<u>38,948</u>



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

B7. Loans and Borrowings (continued)

Borrowings of the Group comprise:

(a) Secured facilities

Term loan

This term loan is secured by way of the Company's corporate guarantee and a first charge over certain land and buildings of a subsidiary. The loan is for a tenure of 5 years, repayable in 13 quarterly installments. The first quarterly installment commenced on 25 November 2011, 24 months from the date of first drawdown (25 November 2009).

The effective interest rate of this term loan is 5.03% per annum.

The term loan has been fully repaid during the financial year.

Term Loan (Term Financing – i)

The term loan is secured by way of the Company's corporate guarantee and a second legal charge over certain land and buildings of a subsidiary. The loan is for a tenure of 8 years from the date of first drawdown in November 2014 and is repayable by 16 quarterly installments commencing 51 months after date of first drawdown of TF-i.

The effective profit rate of the Term Financing – i is 0.75% per annum above Bank's i-Cost of Funds (i-COF).

Revolving Credits

This revolving credit facility of RM50 Million is secured by way of the Company's corporate guarantee and a first charge over certain land and buildings of a subsidiary. The subsidiary may repay all or part of the revolving credits at the end of the relevant rollover period. As at 31 December 2014, the unutilised revolving credit facility that remains available to the Group amounting to RM18 million.

The effective interest rate of this revolving credit is 4.89% per annum.

Finance lease liabilities (Hire purchase - j)

This finance lease liabilities are secured on property, plant and equipment under the finance lease.

The effective profit rate of this finance lease liabilities are between 4.49% to 5.32% per annum.

(b) Unsecured facility

Term loan

This term loan is secured by way of the Company's corporate guarantee. The loan is for a tenure of 7 years from the date of full drawdown in March 2009 and is repayable by 27 quarterly installments commencing 1 July 2009.

The effective interest rate of the term loan is 5.28% per annum.

The above borrowings are denominated in Ringgit Malaysia.

B8. Corporate Proposals

Status of Corporate Proposals Announced

There was no corporate proposal being announced during the current interim financial period.



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

B9. Gains/Losses from Fair Value Changes of Financial Liabilities

There were no gains/losses arising from fair value changes of financial liabilities during the current interim financial period.

B10. Changes in Material Litigation

As at 18 February 2015 (*being the latest practicable date which is not earlier than 7 days from the date of the issue of this quarterly report*), there were no changes to the status of material litigation or arbitration in which the Company and/or any of its subsidiaries were involved either as plaintiff or defendant which has a material effect on the Group's financial position except as disclosed below:

- (a) A subsidiary of the Group, SPB Pelita Suai Sdn. Bhd. ("SP Suai") sued 6 individuals ("Defendants"), seeking injunctive and declaratory relief against the Defendants for various acts of trespass over 2 parcels of Native Communal Reserve Land which the Defendants had given consent for development into an oil palm estate. SP Suai also seeks to claim damages from the Defendants.

On 18 September 2013, the learned Judge decided as follows:

- (i) There is no concluded contract between the Defendants and SP Suai;
- (ii) It has not been shown by the parties that the Defendants were members of the Penan community for which the land was gazetted for their exclusive use;
- (iii) That the gazette to allow SP Suai to deal with native land has no retrospective effect; and
- (iv) Generally, parties have not proven their case against each other.

SP Suai filed a Notice of Appeal against the whole of the learned Judge's decision on 14 October 2013. The Defendants also filed a Notice of Appeal against the whole of the learned Judge's decision on the same date. SP Suai had filed and served the Record of Appeal on 2 December 2013. The Court of Appeal has fixed the hearing of the Appeal on 16 April 2015.

The Directors, in consultation with SP Suai's Solicitors are of the opinion that SP Suai has basis/grounds for the appeal to the Court of Appeal.

- (b) On 26 June 2012, a subsidiary, Sarawak Plantation Agriculture Development Sdn. Bhd. ("SPAD") filed a Writ of Summons against a third party ("Defendant") for damages and other reliefs for breach of contract or alternatively refund of deposits of RM2,600,000 in respect of shares in a company and RM7,200,000 in respect of shares in another company paid by SPAD under Sales and Purchase Agreements ("SPA") signed in an earlier year.

The Defendant entered appearance and served a Memorandum of Appearance on SPAD on 13 July 2012. The Statement of Defence was served on SPAD on 22 August 2012.

This matter was consolidated for trial with (c) and (d) below and was jointly tried with (e) below. On 8 August 2014, the Honourable Judge delivered the judgement as follows:

- (i) The Defendant was ordered to pay SPAD the sum of RM2,600,000 with interest at 5% per annum from 21 June 2004 until full settlement as interest for late payment;
- (ii) The Defendant was ordered to pay SPAD the sum of RM7,200,000 with interest at 5% per annum from 1 January 2001 until full settlement.

On 27 August 2014, a Notice of Appeal was filed by the Defendant against the judgement dated 8 August 2014. SPAD filed a Notice of Cross-Appeal on 28 October 2014. No hearing date has been fixed for the appeal.



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

B10. Changes in Material Litigation (continued)

- (c) On 26 June 2012, a subsidiary, Sarawak Plantation Agriculture Development Sdn. Bhd. (“SPAD” filed a Writ of Summons against a third party (“Defendant”) for damages for breach of contract or alternatively refund of deposits of RM15,400,000 in respect of shares in a company paid by SPAD under a Sales and Purchase Agreements (“SPA”) signed in an earlier year.

The Defendant entered appearance and served a Memorandum of Appearance on SPAD on 13 July 2012. The Statement of Defence was served on SPAD on 22 August 2012.

This matter was consolidated for trial with (b) above and (d) below and was jointly tried with (e) below. On 8 August 2014, the Honourable Judge ruled that the Defendant pay SPAD the sum of RM15,400,000 with interest at 5% per annum from 30 November 2007 until full settlement.

On 27 August 2014, a Notice of Appeal was filed by the Defendant against the judgement dated 8 August 2014. SPAD filed a Notice of Cross-Appeal on 28 October 2014. No hearing date has been fixed for the appeal.

- (d) On 26 June 2012, a subsidiary, Sarawak Plantation Agriculture Development Sdn. Bhd. (“SPAD” filed a Writ of Summons against a third party (“Defendant”) for damages for breach of contract or alternatively refund of deposits RM7,000,000 in respect of shares in a company paid by SPAD under a Sales and Purchase Agreements (“SPA”) signed in an earlier year.

The Defendant entered appearance and served a Memorandum of Appearance on SPAD on 13 July 2012. The Statement of Defence was served on SPAD on 22 August 2012.

This matter was consolidated for trial with (b) and (c) above and was jointly tried with (e) below. On 8 August 2014, the Honourable Judge ruled that the Defendant pay SPAD the sum of RM7,000,000 with interest at 5% per annum from 20 November 2007 until full settlement.

On 27 August 2014, a Notice of Appeal was filed by the Defendant against the judgement dated 8 August 2014. SPAD filed a Notice of Cross-Appeal on 28 October 2014. No hearing date has been fixed for the appeal.

- (e) On 29 June 2012, a Writ of Summons was filed against Sarawak Plantation Agriculture Development Sdn. Bhd. (“SPAD”) in the High Court in the respect of the same subject matters as stated above in paragraphs (b), (c) and (d). The Writ of Summons was served on 1 August 2012. SPAD filed its Memorandum of Appearance on 13 August 2012.

The Plaintiffs are claiming for damages for alleged breach/repudiation of agreements entered into between the Plaintiffs and SPAD in relation to sale of shares in third party companies by the Plaintiffs. The Statement of Defence has been filed by SPAD.

The matter was jointly tried with (b), (c) and (d) above. On 8 August 2014, the Honourable Judge delivered the judgement as follows:

- (i) In respect of SPA in (c) above, SPAD was ordered to pay the Plaintiffs interest at 8.5% per annum on RM12,100,000 from 1 January 2001 to 29 November 2007;
- (ii) In respect of SPA in (d) above, SPAD was ordered to pay the Plaintiffs interest at 8.5% per annum on RM10,500,000 from 1 January 2001 to 19 November 2007.

On 27 August 2014, a Notice of Appeal was filed by the Plaintiffs against the judgement dated 8 August 2014. SPAD filed a Notice of Cross-Appeal on 28 October 2014. No hearing date has been fixed for the appeal



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

B10. Changes in Material Litigation (continued)

- (f) On 19 November 2013 and 21 November 2013 respectively, Sarawak Plantation Bhd (“SPB”) and Sarawak Plantation Agriculture Development Sdn Bhd (“SPAD”) were served with legal proceedings. SPB and SPAD are sued together with 3 others.

No Specific Provisional Lease of State Land was specified in the Statement of Claim but the claimed area is described as “Tanah Hak Adat Kongsi dan Tanah Individu Rumah Lenon Ak Nanggai at Sungai Assan Baya, Bahagian Sibu and notated to be totaling 774.12 hectares. The allegations relate to 414.67 hectares in a community map prepared by the Sarawak Dayak Iban Association and certified by Tuai Rumah Lenon Ak Nanggai and Tuai Rumah Edwin Yap.

SPB and SPAD have entered appearance in these legal proceedings on 22 November 2013 and have instructed counsel to defend SPB and SPAD. SPB and SPAD’s Defence and Counterclaim were filed on 3 December 2013. The matter is fixed for Trial on 26 January 2015 to 30 January 2015.

When the matter came up for trial on 26 January 2015, the Plaintiffs’ counsel did not appear and the High Court struck out the claim with no order as to cost and the Plaintiffs are at liberty to reinstate the case within 30 days of the Court Order.

- (g) On 13 October 2014, Sarawak Plantation Agriculture Development Sdn Bhd (“SPAD”) was served with legal proceedings by Writ of Summons. SPAD was sued together with 2 others. The Statement of Claim claimed a parcel of land in the total size of 771.51 hectares that is alleged to be part of Lot 2 Block 4 Buloh Land District as appearing in a community map annexed thereto.

SPAD entered Appearance and Defence and Counterclaim was filed on 4 November 2014.

SPAD had also filed a Notice of Application for Further and Better Particulars and the Application was heard on 28 January 2015. The Court fixed 6 March 2015 for reserved ruling.

B11. Dividend Declared

- (a) On 27 February 2014, the Board of Directors declared a second interim, single tier dividend of 4 sen per share, totalling approximately RM11.2 million, in respect of the financial year ended 31 December 2013, which was paid to shareholders on 27 March 2014.
- (b) On 27 August 2014, the Board of Directors had declared a first interim, single tier dividend of 6 sen per share, totalling approximately RM16.8 million, in respect of the financial year ended 31 December 2014, which was paid to shareholders on 8 October 2014.
- (c) The Board of Directors had declared a second interim, single tier dividend of 3 sen per share, totalling approximately RM8.4 million, in respect of the financial year ended 31 December 2014, payable to shareholders on 9 April 2015. The dividend entitlement date shall be on 12 March 2015.

**Part B – Explanatory Notes Pursuant to Part A of Appendix 9B of the Listing Requirements of Bursa Malaysia Securities Berhad****B12. Earnings per Share**

	Individual Quarter (Q4)		Cumulative Quarter (12 Months)	
	Current Year Quarter 31/12/2014 RM'000	Preceding Year Corresponding Quarter 31/12/2013 RM'000	Current Year - Period To Date 31/12/2014 RM'000	Preceding Year - Period To Date 31/12/2013 RM'000
Profit attributable to Owners of the Company(RM)	23,389	15,094	61,292	39,685
Weighted average number of ordinary shares in issue (unit)	279,564	279,564	279,564	279,564
Basic earnings per share (sen)	8.37	5.40	21.92	14.20
Diluted earnings per share (sen)	N/A	N/A	N/A	N/A

Basic earnings per share

The calculation of basic earnings per share for the interim quarter and financial period is based on the profit attributable to owners of the Company and on the weighted average number of ordinary shares of RM1.00 each in issue less the weighted average number of treasury shares held by the Company.

Diluted earnings per share

The diluted earnings per share for the interim quarter and financial period were not computed as the Company does not have any potentially dilutive ordinary shares as at 31 December 2014.

B13. Retained Earnings

The retained earnings of the Group as at 31 December 2014 contain unrealised profits, as disclosed below:

	As At End Current Financial Period 31/12/2014 RM'000	As At End Of Preceding Financial Year 31/12/2013 RM'000
Total retained earnings of the Group and its subsidiaries		
Realised	309,260	278,356
Unrealised	(55,804)	(54,586)
	253,456	223,770
Consolidation adjustments	22,595	18,945
Total Group retained earnings as per consolidated accounts	276,051	242,715



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

B14. Auditors' Report on Preceding Annual Financial Statements

The auditors' report on the financial statements for the financial year ended 31 December 2013 was unqualified.

B15. Review by External Auditors

The condensed consolidated financial statements of Sarawak Plantation Berhad for the quarter ended 31 December 2014 has been reviewed by the Company's auditor in accordance with the International Standard on Review Engagements 2410, "*Review of Interim Financial Information Performed by the Independent Auditor of the Entity*".

B16. Authorised for Issue

The condensed consolidated interim financial statements were authorised for issue by the Board of Directors in accordance with a resolution of the Board on 24 February 2015.

By Order of the Board

Company Secretary
Kuching
24 February 2015