



SARAWAK PLANTATION BERHAD

Registration No. 199701035877 (451377-P)

(Incorporated in Malaysia)

INTERIM REPORT FOR 4TH QUARTER ENDED 31 DECEMBER 2020



SARAWAK PLANTATION BERHAD
Registration No. 199701035877 (451377-P)
(Incorporated in Malaysia - 451377- P)

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INTERIM REPORT FOR THE FOURTH QUARTER ENDED 31 DECEMBER 2020
(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 31/12/2020 (Unaudited) RM'000	As At End Of Preceding Financial Year 31/12/2019 Audited RM'000
ASSETS			
Non-current assets			
Property, plant and equipment		272,968	287,603
Bearer plants		328,840	312,761
Right-of-use assets		97,285	99,203
Investment properties		5,829	4,123
Total non-current assets		704,922	703,690
Current assets			
Biological assets		42,890	26,358
Inventories		16,767	12,615
Trade and other receivables		8,673	15,660
Prepayments and other assets		6,427	5,733
Current tax recoverable		-	34
Other investments	B6	16,287	1,254
Cash and cash equivalents		82,041	68,652
Total current assets		173,085	130,306
TOTAL ASSETS		878,007	833,996



Condensed Consolidated Statement of Financial Position (continued)

(The figures have not been audited)

	Notes	As At End Of Current Financial Year 31/12/2020 (Unaudited) RM'000	As At End Of Preceding Financial Year 31/12/2019 (Audited) RM'000
EQUITY AND LIABILITIES			
Equity			
Share capital	A5	340,969	340,969
Reserves		244,155	211,064
Equity attributable to Owners of the Company		585,124	552,033
Non-controlling interests		(9,987)	(10,639)
Total equity		575,137	541,394
Non-current liabilities			
Deferred tax liabilities		123,974	117,848
Loans and borrowings	B7	46,147	72,232
Lease liabilities		2,543	2,042
Total non-current liabilities		172,664	192,122
Current liabilities			
Trade and other payables		51,212	51,252
Loans and borrowings	B7	57,559	47,144
Current tax payable		7,483	2,084
Dividend payable		13,952	-
Total current liabilities		130,206	100,480
Total liabilities		302,870	292,602
TOTAL EQUITY AND LIABILITIES		878,007	833,996
Net assets per share attributable to Owners of the Company (RM)		2.09	1.98

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

**SARAWAK PLANTATION BERHAD**

Registration No. 199701035877 (451377-P)

(Incorporated in Malaysia)

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 31/12/2020 (Unaudited) RM'000	Preceding Year Corresponding Quarter 31/12/2019 (Unaudited) RM'000	Current Year - Period To Date 31/12/2020 (Unaudited) RM'000	Preceding Year - Period to Date 31/12/2019 (Audited) RM'000
Revenue		132,224	108,924	465,750	347,528
Cost of sales		(98,426)	(88,454)	(355,074)	(285,795)
Gross profit		33,798	20,470	110,676	61,733
Other income		72	234	1,253	1,771
Distribution expenses		(7,004)	(6,079)	(25,262)	(20,472)
Administrative expenses		(6,405)	(5,776)	(19,434)	(17,972)
Results from operating activities		20,461	8,849	67,233	25,060
Finance income		397	522	1,816	2,295
Finance costs		(248)	(453)	(1,625)	(3,620)
Net finance income/(costs)		149	69	191	(1,325)
Operating profit before tax		20,610	8,918	67,424	23,735
Change in fair value of biological assets		1,263	1,799	15,630	4,674
Profit before tax	A16	21,873	10,717	83,054	28,409
Taxation	B5	(5,553)	(2,100)	(21,407)	(7,715)
Profit after tax		16,320	8,617	61,647	20,694
Other comprehensive income, net of tax		-	-	-	-
Profit and total comprehensive income for the period		16,320	8,617	61,647	20,694

**SARAWAK PLANTATION BERHAD**

Registration No. 199701035877 (451377-P)

(Incorporated in Malaysia)

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 31/12/2020 (Unaudited) RM'000	Preceding Year Corresponding Quarter 31/12/2019 (Unaudited) RM'000	Current Year - Period To Date 31/12/2020 (Unaudited) RM'000	Preceding Year - Period To Date 31/12/2019 (Audited) RM'000
Profit attributable to:					
Owners of the Company		16,264	8,675	60,995	20,918
Non-controlling interests		56	(58)	652	(224)
Profit for the period		16,320	8,617	61,647	20,694
Profit and total comprehensive income attributable to:					
Owners of the Company		16,264	8,675	60,995	20,918
Non-controlling interests		56	(58)	652	(224)
Profit and total comprehensive income for the period		16,320	8,617	61,647	20,694
Basic earnings per ordinary share attributable to Owners of the Company (sen):					
Basic	B12	5.83	3.11	21.86	7.49
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 financial year ended 31 December 2019 and the accompanying explanatory notes attached to this report)

**SARAWAK PLANTATION BERHAD**

Registration No. 199701035877 (451377-P)

(Incorporated in Malaysia)

Condensed Consolidated Statement of Changes in Equity

(The figures have not been audited)

	Notes	Attributable to Owners of the Company					Total RM'000	Non- controlling interests RM'000	Total equity RM'000
		Non-distributable		Distributable					
		Share capital RM'000	Equity reserve RM'000	Treasury shares RM'000	Retained earnings RM'000				
At 1 January 2020		340,969	493	(2,105)	212,676	552,033	(10,639)	541,394	
Profit and total comprehensive income for the year		-	-	-	61,421	61,421	226	61,647	
Acquisition of Non-controlling interests during the year		-	-	-	(426)	(426)	426	-	
Less: First interim, single tier exempt dividend in respect of the financial year ended 2020	B11(a)	-	-	-	(13,952)	(13,952)	-	(13,952)	
Less: Second interim, single tier exempt dividend in respect of the financial year ended 2020	B11(b)	-	-	-	(13,952)	(13,952)	-	(13,952)	
At 31 December 2020		340,969	493	(2,105)	245,767	585,124	(9,987)	575,137	

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

**SARAWAK PLANTATION BERHAD**

Registration No. 199701035877 (451377-P)

(Incorporated in Malaysia)

Condensed Consolidated Statement of Changes in Equity (continued)

(The figures have been audited)

Notes	Attributable to Owners of the Company						Non-controlling interests RM'000	Total equity RM'000
	Non-distributable			Distributable				
	Share capital RM'000	Equity reserve RM'000	Treasury shares RM'000	Retained earnings RM'000	Total RM'000			
At 1 January 2019	340,969	493	(1,223)	205,710	545,949	(10,415)	535,534	
Profit and total comprehensive income for the year	-	-	-	20,918	20,918	(224)	20,694	
Treasury shares acquired for the year	-	-	(882)	-	(882)	-	(882)	
Less: First interim, single tier exempt dividend in respect of the financial year ended 2019	-	-	-	(13,952)	(13,952)	-	(13,952)	
At 31 December 2019	340,969	493	(2,105)	212,676	552,033	(10,639)	541,394	

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



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

	Cumulative Quarter (12 Months)	
	Current Year - Period To Date 31/12/2020 (Unaudited) RM'000	Preceding Year - Period To Date 31/12/2019 (Audited) RM'000
Cash flows from operating activities		
Profit before tax	83,054	28,409
<i>Adjustments for:</i>		
Change in fair value of biological assets	(15,630)	(4,674)
Depreciation of property, plant and equipment	14,679	14,116
Depreciation of bearer plants	15,018	12,661
Depreciation of investment properties	253	166
Depreciation of right -of- use assets	1,222	1,135
Gain on disposal of property, plant and equipment	(181)	-
(Reversal of impairment losses)/Impairment losses on:		
- inventories	-	590
- trade and other receivables	(5)	(184)
Property, plant and equipment written off	542	35
Inventories written off	329	-
Finance income	(1,816)	(2,295)
Finance costs	1,625	3,620
Operating profit before changes in working capital	99,090	53,579
Change in inventories	(5,377)	(609)
Change in trade and other receivables, deposits and prepayments	6,253	(1,818)
Change in trade and other payables	4,455	(1,293)
Cash generated from operations	104,421	49,859
Tax paid	(9,847)	(3,314)
Tax refunded	-	7,373
Interest/Profit paid	(4,474)	(6,015)
Hire purchase facility interest/profit paid	(461)	(503)
Interest received	1,859	2,431
Net cash from operating activities	91,498	49,831



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

	Cumulative Quarter (12 Months)	
	Current Year - Period to Date 31/12/2020 (Unaudited) RM'000	Preceding Year - Period to Date 31/12/2019 (Audited) RM'000
Cash flows from investing activities		
Acquisition of property, plant and equipment	(5,016)	(6,746)
Net movement of deposits with original maturities exceeding three months	(15,033)	3,812
Bearer plants (net of depreciation)	(25,475)	(26,950)
Proceed from sale of property, plant & equipment	336	-
Net cash used in investing activities	(45,188)	(29,884)
Cash flows from financing activities		
Treasury shares acquired	-	(882)
Net proceeds from term loans and revolving credits	71,536	39,488
Dividend paid to shareholders of the Company	(13,952)	(13,952)
Repayment of term loans and revolving credits	(84,400)	(73,400)
Repayment of hire purchase facilities	(6,100)	(4,461)
Purchase of minority interest share	(5)	-
Net cash used in financing activities	(32,921)	(53,207)
Net increase/(decrease) in cash and cash equivalents	13,389	(33,260)
Cash and cash equivalents as at 1 January	68,652	101,912
Cash and cash equivalents as at 31 December	82,041	68,652
Represented by:		
Deposits with original maturities not exceeding three months	78,318	65,278
Cash and bank balances	3,723	3,374
Cash and cash equivalents	82,041	68,652

(The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the audited financial statements for the financial year ended 31 December 2019 and the accompanying notes attached to this report)



Part A – Explanatory Notes Pursuant to Malaysian Financial Reporting Standards (“MFRS”) 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 Malaysian Financial Reporting Standard (“MFRS”) 134, *Interim Financial Reporting*, the International Accounting Standards (“IAS”) 34 *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 2019.

2. Significant accounting policies

2.1 Adoption of new/revised Standards, Amendments and Interpretations

The Group’s financial statements for annual period beginning on 1 January 2020 is prepared in accordance with the Malaysian Financial Reporting Standards (“MFRSs”) issued by the MASB.

The Group adopted the following accounting standards, amendments and interpretations where applicable for the annual period beginning 1 January 2020:

Standards / Amendments / Interpretations

- Amendments to MFRS 3, *Business Combinations*
– *Definition of a Business*
- Amendments to MFRS 101, *Presentation of Financial Statements* and MFRS 108, *Accounting Policies, Changes in Accounting Estimates and Errors*
– *Definition of Material*
- Amendments to MFRS 9, *Financial Instruments*, MFRS 139, *Financial Instruments: Recognition and Measurement* and MFRS 7, *Financial Instruments: Disclosures* – *Interest Rate Benchmark Reform*

The Group adopted the following accounting standards, amendments and interpretations where applicable for the annual period beginning 1 June 2020:

- *Covid – 19 – Related Rent Concessions* (Amendment to MFRS 16 *Leases*)

The amendment exempts lessees from having to consider individual lease contracts to determine whether rent concessions occurring as a direct consequence of the Covid-19 pandemic are lease modifications and allows lessees to account for such rent concessions as if they were not lease modifications. It applies to Covid-19-related rent concessions that reduce lease payments due on or before 30 June 2021.

The initial application of the accounting standards, interpretations or amendments that are effective from annual period beginning 1 January 2020 and 1 June 2020 do not have any material financial impacts to the current period and prior period financial statements of the Group and the Company.



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

A1. Basis of preparation (continued)

2. Significant accounting policies (continued)

2.2 Standards issued but not yet effective

Standards / Amendments / Interpretations	Effective date
<ul style="list-style-type: none">Amendments to MFRS 9, <i>Financial Instruments</i>, MFRS 139, <i>Financial Instruments: Recognition and Measurement</i>, MFRS 7, <i>Financial Instruments: Disclosures</i>, MFRS 4, <i>Insurance Contracts</i> and MFRS 16, <i>Leases – Interest Rate Benchmark Reform – Phase 2</i>	1 January 2021
<ul style="list-style-type: none">Amendments to MFRS 1, <i>First-time Adoption of Malaysian Financial Reporting Standards (Annual Improvements to MFRS Standards 2018–2020)</i>	1 January 2022
<ul style="list-style-type: none">Amendments to MFRS 3, <i>Business Combinations – Reference to the Conceptual Framework</i>	1 January 2022
<ul style="list-style-type: none">Amendments to MFRS 9, <i>Financial Instruments (Annual Improvements to MFRS Standards 2018–2020)</i>	1 January 2022
<ul style="list-style-type: none">Amendments to Illustrative Examples accompanying MFRS 16, <i>Leases (Annual Improvements to MFRS Standards 2018–2020)</i>	1 January 2022
<ul style="list-style-type: none">Amendments to MFRS 116, <i>Property, Plant and Equipment – Proceeds before Intended Use</i>	1 January 2022
<ul style="list-style-type: none">Amendments to MFRS 137, <i>Provisions, Contingent Liabilities and Contingent Assets – Onerous Contracts – Cost of Fulfilling a Contract</i>	1 January 2022
<ul style="list-style-type: none">Amendments to MFRS 141, <i>Agriculture (Annual Improvements to MFRS Standards 2018–2020)</i>	1 January 2022
<ul style="list-style-type: none">MFRS 17, <i>Insurance Contracts</i>	1 January 2023
<ul style="list-style-type: none">Amendments to MFRS 101, <i>Presentation of Financial Statements – Classification of Liabilities as Current or Non-current</i>	1 January 2023
<ul style="list-style-type: none">Amendments to MFRS 10, <i>Consolidated Financial Statements and MFRS 128, Investments in Associates and Joint Ventures – Sale or Contribution of Assets between an Investor and its Associate or Joint Venture</i>	Yet to be determined

The Group will adopt the above except for MFRS 17, where applicable when they become effective in the respective financial periods.



Part A – Explanatory Notes Pursuant to Malaysian Financial Reporting Standards (“MFRS”) 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

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

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 securities in the current interim financial period.

A6. Dividends Paid

	Cumulative Quarter (12 Months)	
	Current Year - Period to Date 31/12/2020 RM'000	Preceding Year - Period to Date 31/12/2019 RM'000
First interim, single tier exempt dividend in respect of the financial year ended 31 December 2019		
- 5 sen per ordinary share, paid on 8 August 2019	-	13,952
First interim, single tier exempt dividend in respect of the financial year ended 31 December 2020		
- 5 sen per ordinary share, paid on 6 August 2020	13,952	-
Total	13,952	13,952



Part A – Explanatory Notes Pursuant to MFRS 134

A7. Disaggregation of revenue

Individual Quarter (Q4)

	Oil palm operation		Management / Agronomic services		Total	
	Current Year Quarter 31/12/2020 RM'000	Preceding Year Corresponding Quarter 31/12/2019 RM'000	Current Year Quarter 31/12/2020 RM'000	Preceding Year Corresponding Quarter 31/12/2019 RM'000	Current Year Quarter 31/12/2020 RM'000	Preceding Year Corresponding Quarter 31/12/2019 RM'000
Major products and service lines						
Sales of oil palm products	131,971	108,689	-	-	131,971	108,689
Management/Agronomic services income	-	-	100	92	100	92
	131,971	108,689	100	92	132,071	108,781
Other revenue	-	-	153	143	153	143
Total revenue	131,971	108,689	253	235	132,224	108,924

Major products and service lines

Geographical markets

Malaysia	131,971	108,689	100	92	132,071	108,781
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Timing and recognition

At a point in time	131,971	108,689	81	73	132,052	108,762
Over time	-	-	19	19	19	19
	131,971	108,689	100	92	132,071	108,781



Part A – Explanatory Notes Pursuant to MFRS 134

A7. Disaggregation of revenue

Cumulative Quarter (12 Months)

	Oil palm operation		Management / Agronomic services		Total	
	Current Year - Period To Date 31/12/2020 RM'000	Preceding Year - Period To Date 31/12/2019 RM'000	Current Year - Period To Date 31/12/2020 RM'000	Preceding Year - Period To Date 31/12/2019 RM'000	Current Year - Period To Date 31/12/2020 RM'000	Preceding Year - Period To Date 31/12/2019 RM'000
Major products and service lines						
Sales of oil palm products	464,792	346,665	-	-	464,792	346,665
Management/Agronomic services income	-	-	373	327	373	327
	464,792	346,665	373	327	465,165	346,992
Other revenue	-	-	585	536	585	536
Total revenue	464,792	346,665	958	863	465,750	347,528
Major products and service lines						
Geographical markets						
Malaysia	464,792	346,665	373	327	465,165	346,992
Timing and recognition						
At a point in time	464,792	346,665	297	251	465,089	346,916
Over time	-	-	76	76	76	76
	464,792	346,665	373	327	465,165	346,992



Part A – Explanatory Notes Pursuant to MFRS 134

A8. 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**
 - Estate operations (Cultivation of oil palm)
 - Mill operations (processing of fresh fruit bunches)
- (iii) Management services and rental**
Provision of management service and rental of investment properties



Part A – Explanatory Notes Pursuant to MFRS 134

A8. Segment Information (continued)

Individual Quarter (Q4)

	Investment holding	Management services and rental	Oil palm operations		Consolidated	
			Estate operations	Mill operations	Total	
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
31/12/2020						
Revenue						
Segment revenue	12,000	534	50,362	118,863	169,225	181,759
Inter-segment	(12,000)	(281)	-	-	(37,254)	(49,535)
External revenue	-	253	50,362	118,863	131,971	132,224
Cost of sales						
Segment cost of sales	-	(354)	(24,805)	(110,561)	(135,366)	(135,720)
Inter-segment	-	20	-	-	37,274	37,294
External cost of sales	-	(334)	(24,805)	(110,561)	(98,092)	(98,426)
Gross (loss)/profit	-	(81)	25,557	8,302	33,879	33,798
Distribution expenses	-	-	-	(7,004)	(7,004)	(7,004)
Segment (loss)/profit	-	(81)	25,557	1,298	26,875	26,794
Other income including finance income	515	196			576	1,287
Inter-segment	(242)	(178)			(398)	(818)
External other income	273	18			178	469
Other expenses including finance costs	(214)	(270)			(6,747)	(7,231)
Inter-segment	7	158			413	578
External other expenses	(207)	(112)			(6,334)	(6,653)
Operating profit/(loss) before tax	66	(175)			20,719	20,610
Change in fair value of biological assets	-	-			1,263	1,263
Profit/(Loss) before tax	66	(175)			21,982	21,873



Part A – Explanatory Notes Pursuant to MFRS 134

A8. Segment Information (continued)

Individual Quarter (Q4)

	Investment holding	Management services and rental	Oil palm operations		Consolidated	
			Estate operations	Mill operations	Total	
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
31/12/2019						
Revenue						
Segment revenue	3,000	582	32,343	102,492	134,835	138,417
Inter-segment	(3,000)	(346)	-	-	(26,147)	(29,493)
External revenue	-	236	32,343	102,492	108,688	108,924
Cost of sales						
Segment cost of sales	-	(426)	(26,231)	(88,015)	(114,246)	(114,672)
Inter-segment	-	45	-	-	26,173	26,218
External cost of sales	-	(381)	(26,231)	(88,015)	(88,073)	(88,454)
Gross (loss)/profit	-	(145)	6,112	14,477	20,615	20,470
Distribution expenses	-	-	-	(6,079)	(6,079)	(6,079)
Segment (loss)/profit	-	(145)	6,112	8,398	14,536	14,391
Other income including finance income	754	19			689	1,462
Inter-segment	(411)	(2)			(293)	(706)
External other income	343	17			396	756
Other expenses including finance costs	(425)	(96)			(13,232)	(13,753)
Inter-segment	31	77			7,416	7,524
External other expenses	(394)	(19)			(5,816)	(6,229)
Operating profit/(loss) before tax	(51)	(147)			9,116	8,918
Change in fair value of biological assets	-	-			1,799	1,799
Profit/(Loss) before tax	(51)	(147)			10,915	10,717



Part A – Explanatory Notes Pursuant to MFRS 134

A8. Segment Information (continued)

Cumulative Quarter (12 Months)

	Investment holding	Management services and rental	Oil palm operations		Consolidated	
			Estate operations	Mill operations	Total	
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
31/12/2020						
Revenue						
Segment revenue	26,000	2,069	164,309	428,461	592,770	620,839
Inter-segment	(26,000)	(1,111)	-	-	(127,978)	(155,089)
External revenue	-	958	164,309	428,461	464,792	465,750
Cost of sales						
Segment cost of sales	-	(1,498)	(95,638)	(386,062)	(481,700)	(483,198)
Inter-segment	-	80	-	-	128,044	128,124
External cost of sales	-	(1,418)	(95,638)	(386,062)	(353,656)	(355,074)
Gross (loss)/profit	-	(460)	68,671	42,399	111,136	110,676
Distribution expenses	-	-	-	(25,262)	(25,262)	(25,262)
Segment (loss)/profit	-	(460)	68,671	17,137	85,874	85,414
Other income including finance income	2,463	273			2,996	5,732
Inter-segment	(1,250)	(226)			(1,187)	(2,663)
External other income	1,213	47			1,809	3,069
Other expenses including finance costs	(1,324)	(865)			(20,959)	(23,148)
Inter-segment	28	637			1,424	2,089
External other expenses	(1,296)	(228)			(19,535)	(21,059)
Operating profit/(loss) before tax	(83)	(641)			68,148	67,424
Change in fair value of biological assets	-	-			15,630	15,630
Profit/(Loss) before tax	(83)	(641)			83,778	83,054



Part A – Explanatory Notes Pursuant to MFRS 134

A8. Segment Information (continued)

Cumulative Quarter (12 Months)

	Investment holding	Management services and rental	Oil palm operations		Consolidated	
			Estate operations	Mill operations	Total	
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
31/12/2019						
Revenue						
Segment revenue	11,000	2,262	101,430	327,453	428,883	442,145
Inter-segment	(11,000)	(1,399)	-	-	(82,218)	(94,617)
External revenue	-	863	101,430	327,453	346,665	347,528
Cost of sales						
Segment cost of sales	-	(1,863)	(85,620)	(280,785)	(366,405)	(368,268)
Inter-segment	-	180	-	-	82,293	82,473
External cost of sales	-	(1,683)	(85,620)	(280,785)	(284,112)	(285,795)
Gross (loss)/profit	-	(820)	15,810	46,668	62,553	61,733
Distribution expenses	-	-	-	(20,472)	(20,472)	(20,472)
Segment (loss)/profit	-	(820)	15,810	26,196	42,081	41,261
Other income including finance income	3,472	441			3,483	7,396
Inter-segment	(2,149)	(111)			(1,070)	(3,330)
External other income	1,323	330			2,413	4,066
Other expenses including finance costs	(1,691)	(1,084)			(21,268)	(24,043)
Inter-segment	110	705			1,636	2,451
External other expenses	(1,581)	(379)			(19,632)	(21,592)
Operating profit/(loss) before tax	(258)	(869)			24,862	23,735
Change in fair value of biological assets	-	-			4,674	4,674
Profit/(Loss) before tax	(258)	(869)			29,536	28,409



Part A – Explanatory Notes Pursuant to MFRS 134

A8. Segment Information (continued)
Segment assets and liabilities

	As At End Of Current Financial Period
	31/12/2020
	RM'000
Segment assets:	
Investment holding	417,651
Oil palm operations	767,617
Management services/Rental	24,536
Others	7
	<hr/> 1,209,811
Elimination	(331,804)
	<hr/>
Total assets	878,007
	<hr/>
Segment liabilities:	
Investment holding	23,186
Oil palm operations	327,768
Management services/Rental	10,801
Others	3
	<hr/> 361,758
Elimination	(58,888)
	<hr/>
Total liabilities	302,870
	<hr/> <hr/>

A9. Impairment of Assets

There was neither impairment loss nor reversal of such impairment loss recognised during the current financial period.

A10. 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.



Part A – Explanatory Notes Pursuant to MFRS 134

A11. Changes in the Composition of the Group

As at 31 December 2020, 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 except for:-

- (i) Acquisition of 5,000 ordinary shares at a cash consideration of RM5,000, representing 5% equity interest in Sarawak Plantation Services Sdn. Bhd. (“SPS”) from the non-controlling interest holder. The acquisition was completed during the current financial year and upon completion, SPS has effectively become a wholly owned subsidiary of the Company.

A12. Changes in Contingent Liabilities and Contingent Assets

As at 31 December 2020, 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, except as disclosed below:

	At 31/12/2020
	RM'000
As at that date, the Company has contingent liabilities as follows:	
Corporate guarantees for banking facilities granted to a subsidiary	230,000

A13. Capital Expenditure Commitments

As at 31 December 2020, 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 31/12/2020
	RM'000
Contracted but not provided for	
Property, plant and equipment	2,565
Bearer plants	868
	<u>3,433</u>

A14. Unfulfilled Contract Obligation

As at 31 December 2020, unfulfilled contract obligation of the Group is as disclosed below:

	At 31/12/2020
	RM'000
Sale Contracts	<u>9,232</u>

**Part A – Explanatory Notes Pursuant to MFRS 134****A15. 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 certain Directors or person connected to a Director have interests.

	Cumulative Quarter (12 Months)	
	Current Year - Period To Date 31/12/2020 RM'000	Preceding Year - Period To Date 31/12/2019 RM'000
Purchase of goods and/or services :		
a. Acosafe Sdn Bhd		
- Purchase of insurance premium	710	652
b. Butrasemari Sdn. Bhd.		
- Purchase of fresh fruit bunches	563	5,132
- Purchase of seedlings	-	118
c. Danawa Resources Sdn. Bhd.		
- Rental and annual support for satellite broadband services	224	211
d. Eagle Forest Sdn. Bhd.		
- Rental of office space	14	1
- Purchase of used cab & chassis	70	-
e. Intuitive Systems Sdn. Bhd.		
- Software support, customisation, maintenance fee	364	437
- Purchase of software	-	50
f. Ironhead Sdn. Bhd.		
- Purchase of equipment	765	1,249
- Services of equipment	15	-
g. Key Group Sdn. Bhd.		
- Purchase of equipments	176	-
h. Key Jaya Sdn. Bhd.		
- Purchase of diesel	2,586	1,101
i. Key Ta Trading Sdn. Bhd.		
- Purchase of spare parts, lubricants and fertilisers	1,734	1,868
j. KUB Sepadu Sdn. Bhd.		
- Purchase of fresh fruit bunches	16,300	11,041
k. Ladang Selezu Sdn Bhd		
- Field maintenance work	-	9
l. Lik Shen Sawmill Sdn. Bhd.		
- Purchase of material	131	141



Part A – Explanatory Notes Pursuant to MFRS 134

A15. Significant Related Party Transactions (continued)

	Cumulative Quarter (12 Months)	Preceding Year - Period To Date
	Current Year - Period To Date 31/12/2020 RM'000	31/12/2019 RM'000
Purchase of goods and/or services (continued):		
m. Mega Bumimas Sdn. Bhd.		
- Purchase of fresh fruit bunches	661	837
n. Multi Maximum Sdn. Bhd.		
- Purchase of store items	-	3
o. PSS Oil Mill Sdn. Bhd.		
- Purchase of fresh fruit bunches	2,043	-
p. Questate Sdn. Bhd.		
- Rental of office	-	1
q. Sebbubu Sdn. Bhd.		
- Field Maintenance Work	-	12
- Purchase of fresh fruit bunches	240	-
r. Stonehead Sdn. Bhd.		
- Purchase of materials	-	239
s. Ta Ann Plywood Sdn. Bhd.		
- Field maintenance work and rental of machineries	123	315
- Purchase of seedlings	96	176
- Rental of office	-	12
t. Ta Ann Pelita Assan Sdn. Bhd.		
- Purchase of seedlings	-	8
u. Ta Ann Pelita Silas Plantation Sdn Bhd		
- Purchase of fresh fruit bunches	561	1,081
- Purchase of store items	-	227
v. Ta Ann Pelita Igan Plantations Sdn. Bhd.		
- Transportation of fresh fruit bunches	1	1
w. Ta Ann Pelita Ngemah Sdn. Bhd.		
- Purchase of seedlings	-	61



Part A – Explanatory Notes Pursuant to MFRS 134

A15. Significant Related Party Transactions (continued)

	Cumulative Quarter (12 Months)	Preceding Year - Period To Date
	Current Year - Period To Date 31/12/2020 RM'000	31/12/2019 RM'000
Sales and/or provision of services :		
a. Manis Oil Sdn. Bhd.		
- Sale of fresh fruit bunches	17,457	8,854
b. TBS Oil Mill Sdn. Bhd.		
- Sale of fresh fruit bunches	10,225	2,150
c. TABM Sdn Bhd		
- Sale of palm kernel shell	735	-
d. Ladang Selezu Sdn Bhd		
- Sale of seeds	90	-
e. Ta Ann Plywood Sdn. Bhd.		
- Sales of seeds	60	-
- Agronomics service fee income	3	2
- Sales of store items	-	206
f. Ta Ann Pelita Ngemah Sdn. Bhd.		
- Sales of seeds	-	90
	<u> </u>	<u> </u>

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 MFRS 134

A16. Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income Disclosures

	Individual Quarter (Q4)		Cumulative Quarter (12 Months)	
	Current Year Quarter 31/12/2020 RM'000	Preceding Year Corresponding Quarter 31/12/2019 RM'000	Current Year - Period To Date 31/12/2020 RM'000	Preceding Year - Period To Date 31/12/2019 RM'000
Profit before tax is arrived at after charging:				
Depreciation of property, plant and equipment	3,533	2,916	14,679	14,116
Depreciation of right -of- use assets	315	1,135	1,222	1,135
Depreciation of bearer plants	3,943	3,148	15,018	12,661
Depreciation of investment properties	78	41	253	166
Property, plant and equipment written off	332	35	542	35
Impairment losses on:				
- Inventories	-	590	-	590
Inventories written off	310	-	329	-
Finance costs	248	453	1,625	3,620
Profit before tax is arrived at after crediting:				
Change in fair value of biological assets	1,263	1,799	15,630	4,674
Reversal of Impairment losses on:				
- trade and other receivables	5	184	5	184
Other income	67	50	1,248	1,587
Finance income	397	522	1,816	2,295

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



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

B1. Review of Performance

Quarter 4, 2020 vs Quarter 4, 2019

The Group recorded revenue of RM132.2 million in the current interim quarter ended 31 December 2020 compared with RM108.9 million reported in the corresponding period of the preceding year. The increase in revenue was due to the effect of higher realised average selling prices of CPO and PK despite lower sales volume of CPO and PK during the current interim quarter.

The Group's operating profit before tax was RM20.6 million for the current interim quarter compared to operating profit before tax of RM8.9 million for the corresponding period of the preceding year. The increase in operating profit was principally attributable to the increase in revenue despite higher production cost and operating cost.

The Group recorded a profit before tax of RM21.8 million for the current interim quarter, as compared to a profit before tax of RM10.7 million in the corresponding period of the preceding year. This was in line with the increase in operating profit for the current interim quarter.

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

Oil palm operations

The oil palm operations comprise estate and mill operations. During the current interim quarter, estate operations recorded a revenue and segment profit of RM50.4 million and RM25.6 million respectively, whereas mill operations recorded a revenue and segment profit of RM118.9 million and RM1.3 million respectively.

For the current interim quarter, the oil palm operations segment contributed 99.8% of the Group revenue of RM132.2 million.

Revenue of the oil palm operations increased by RM23.2 million to RM131.9 million in the current interim quarter compared with RM108.7 million reported in the corresponding period of the preceding year. The increase was principally attributable to the effect of higher realised average selling prices of CPO and PK by 33.1% and 40.7% respectively despite lower sales volume of CPO and PK during the current interim quarter.

Sales volume of CPO and PK had decreased by approximately 12.5% and 19.3% respectively for the current interim quarter.

The operating profit before tax for the oil palm operations (after deducting administrative and finance cost) was RM20.7 million for the current quarter as compared to operating profit before tax of RM9.1 million for the corresponding period of the preceding year. The increase in operating profit before tax was mainly due to the increase in revenue despite higher production cost and operating cost.

Other segments

Other segments' results for the current financial period are insignificant to the Group.



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)

Twelve Months ended 31 December 2020 vs Twelve Months ended 31 December 2019

The Group recorded revenue of RM465.7 million in the current financial year ended 31 December 2020 compared with RM347.5 million reported in the preceding year. The increase in revenue was due to the effect of higher sales volume of CPO and PK and higher realised average selling prices of CPO and PK during the current financial year.

The Group's operating profit before tax was RM67.4 million for the current financial year compared to operating profit before tax of RM23.7 million for the preceding year. The increase in operating profit was principally attributable to the increase in revenue despite higher production cost and operating cost.

The Group recorded a profit before tax of RM83.0 million for the current financial year, as compared to a profit before tax of RM28.4 million in the preceding year in line with the increase in operating profit and gain arising from changes in fair value of biological assets of RM15.6 million for the current financial year.

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

Oil palm operations

The oil palm operations comprise estate and mill operations. During the current financial year, estate operations recorded a revenue and segment profit of RM164.3 million and RM68.7 million respectively, whereas mill operations recorded a revenue and segment profit of RM428.5 million and RM17.1 million respectively.

For the current financial year, the oil palm operations segment contributed 99.8% of the Group revenue of RM465.7 million.

Revenue of the oil palm operations increased by RM118.1 million to RM464.8 million in the current financial year compared with RM346.7 million reported in the preceding year. The increase was principally attributable to the effect of higher sales volume of CPO and PK and higher realised average selling prices of CPO and PK during the current financial year.

Average selling prices of CPO and PK had increased approximately by 29.5% and 32.7% whereas sales volume of CPO and PK had increased by approximately 0.7% and 1.7% respectively for the current financial year.

The operating profit before tax for the oil palm operations (after deducting administrative and finance cost) was RM68.1 million for the current financial year as compared to operating profit before tax of RM24.8 million for the preceding year. The increase in operating profit before tax was mainly due to the increase in revenue despite higher production cost and operating cost.

Other segments

Other segments' results for the current financial year are insignificant to the Group.



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

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 an operating profit before tax of RM20.6 million for the current quarter compared with an operating profit before tax of RM22.9 million in the preceding quarter, mainly due to the effect of lower sales volume of CPO and PK despite higher realised average selling prices of CPO and PK by 18.5% and 33.9% respectively and lower production cost and operating cost for the current quarter.

Sales volume of CPO and PK had decreased approximately by 21.0% and 25.6% respectively during the current quarter.

The Group recorded a profit before tax of RM21.8 million for the current quarter as compared to profit before tax of RM27.2 million in the preceding quarter. The Group recorded a gain from changes in fair value of biological assets of RM1.2 million for the current quarter as compared to a gain of RM4.3 million recognised in preceding quarter.

B3. Prospects for the Next Financial Year

The 2021 economic outlook remains highly uncertain. The growth is dependent on the successful control of the COVID 19 pandemic and rollout of the vaccination globally and in Malaysia.

Oil palm industry outlook in 2021 is positive given that crude palm oil (CPO) price remains strong currently. Nevertheless, CPO price may weaken in the second half of year 2021 when global palm oil production reaches its peak.

The Group has taken several measures to ensure sustainable operations by keeping the work force safe and by complying fully with the standard operating procedures issued by the Government to curb the spread of COVID 19.

The Group will continue to manage its financial and operational risks in a prudent and cautious manner amid the uncertainties in the current economic situation.

Barring any unforeseen circumstances and subject to the sustainability of the current CPO price, the Board of Directors anticipates a satisfactory financial performance for the financial year 2021.

B4. Profit Forecast or Profit Guarantee

Not applicable



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

B5. Taxation

	Individual Quarter (Q4)		Cumulative Quarter (12 Months)	
	Current Year Quarter 31/12/2020 RM'000	Preceding Year Corresponding Quarter 31/12/2019 RM'000	Current Year - Period To Date 31/12/2020 RM'000	Preceding Year - Period To Date 31/12/2019 RM'000
Current tax expense	5,118	1,104	15,281	3,822
Deferred tax expenses	435	996	6,126	3,893
	5,553	2,100	21,407	7,715

The Group's effective tax rate for the financial year ended 31 December 2020 is higher than the statutory tax rate principally due to non - deductible expenditure.

B6. Other Investments

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

The investments as at 31 December are as follows:

	At 31/12/2020 RM'000
<u>Current</u>	
Deposits with original maturities exceeding three months	16,287

B7. Loans and Borrowings - Secured

	At 31/12/2020 RM'000
<u>Non-current</u>	
Term Loan (Term Financing -i)	43,790
Hire purchase facility	2,287
Hire purchase facility (Islamic)	70
	46,147
<u>Current</u>	
Revolving credit -i	13,200
Term Loan (Term Financing -i)	40,000
Hire purchase facility	2,211
Hire purchase facility (Islamic)	2,148
	57,559
Total loans and borrowings	103,706



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)

Revolving Credit

This revolving credit facility of RM40 million is secured by way of the Company's corporate guarantee and legal charge over certain land and buildings of a subsidiary.

The effective interest rate of revolving credit was 3.50% per annum.

Revolving Credit (Revolving Credits –i)

The revolving credit facility of RM30 million is an Islamic facility under Bai' Inah contract, is secured by way of legal charge over certain land and buildings of a subsidiary and a corporate guarantee from the Company.

The Revolving Credit – *i* bears profit rate of 12% per annum, which is equivalent to effective profit rate of 0.60% per annum above the Bank's *i*-cost of funds.

Term Loan (Term Financing –i)

The term loan facility of RM150 million is an Islamic facility under Bai' Inah contract, is secured by way of legal charge over certain land and buildings of a subsidiary and a corporate guarantee from the Company. 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 51th month after date of first drawdown of TF-*i*.

The Term Financing –*i*, bears profit rate of 12% per annum, which is equivalent to effective profit rate of 0.75% per annum above the Bank's *i*-cost of funds.

Hire purchase facilities

The hire purchase facilities are secured on property, plant and equipment under the hire purchase.

Hire purchase facility and Hire purchase facility (Islamic) carry interest/profit rates ranged between 4.85% - 5.22% 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.

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.



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

As at 13 February 2021 (*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;
- (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 heard the appeal on 10 December 2015, and ordered that the case be remitted back to the High Court (before a different Judge) for a retrial. They were of the view that there was a mistrial in respect of the High Court's finding. There was no order as to costs.

The retrial of the case proceeded on 26 July 2016.

At the conclusion of the proceedings, the Court directed as follows:

- (1) The parties are to file and exchange Written Submissions;
- (2) Thereafter, the parties are to file Written Reply; and
- (3) Counsels for the parties are to appear before the Court to go through their Submissions on 25 August 2016

The Court allowed the Counsel for the Defendants' application for an extension of 2 weeks from 27 October 2016 to file the Written Submission and the same has to be filed on or before 10 November 2016. Thereafter, the parties may file Reply (if any) by 17 November 2016. Hearing of the Submissions is fixed on 28 November 2016.

The Court delivered its Judgement on 23 February 2017 as follows:

- (i) Dismissed SP Suai's claim;
- (ii) Allowed part of the Defendants' claim, namely SP Suai is prohibited from entering the 2 parcels of NCR Land and SP Suai has to vacate and remove its machineries, equipments and structures existing on the Defendants' 2 parcels of NCR land.

SP Suai filed a Notice of Appeal against the whole of the learned Judge's decision on 9 March 2017 and an application for a stay of execution on 11 April 2017. The Court heard and allowed the application for a stay of execution on 9 June 2017. The Appeal came up for Case Management on 6 September 2017. The Court of Appeal fixed the hearing of the Appeal on 27 June 2018.

At the hearing of the Appeal on 27 June 2018, the Court of Appeal adjourned the same for Case Management to 10 July 2018. On 10 July 2018, the Court of Appeal directed the 1st Respondent's Advocates to file an application to substitute the deceased 1st Respondent within one month.



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)

- (a) The Court of Appeal has fixed hearing date of the Appeal on 15 April 2020 regardless of whether or not the deceased's 1st Respondent's family has decided on their representative to substitute the deceased.

The hearing fixed on 15 April 2020 had to be vacated in view of the COVID-19 Movement Control Order. Instead the case was fixed for case management by way of e-Review on 15 April 2020. On 15 April 2020, the Deputy Registrar of the Court of Appeal fixed the hearing of the Appeal on 23 September 2020 regardless of whether or not the deceased's 1st Respondent's family has decided on their representative to substitute the deceased.

The Respondents' Advocates, Messrs Harrison Ngau & Co, had on 16 June 2020 filed a Notice of Motion to substitute the deceased 1st Respondent. At the hearing of the Notice of Motion on 15 July 2020, the Court granted an order in terms.

The Court of Appeal then fixed the Appeal for hearing on 24 November 2020. At the hearing of the Appeal proper on 24 November 2020, the Court allowed the Appeal and set aside the decision of the High Court given on 23 February 2017. SP Suai's advocates are awaiting the draft Order to be approved by the Court.

- (b) On 13 July 2016, the Company and SPAD were served with legal proceedings. Amongst other things, the Plaintiffs sought a declaration to the effect that they have acquired native customary rights and/or are the customary owners over land situated at/around all of the Kampung Melugu Sri Aman.

The Company and SPAD had on 20 July 2016 entered appearance. On 10 August 2016, an application to strike out the Plaintiffs' Writ and Statement of Claim was filed and served the Plaintiffs. On 17 October 2016, the Court dismissed SPAD's application to strike out the Plaintiff's Statement of Claim. SPAD filed its appeal against the Court's said decision on 9 November 2016.

On 14 July 2017, the Court Appeal dismissed the Company and SPAD's appeal with costs in the cause.

On 18 July 2017, the parties informed the Court of the verdict of the appeal hearing. The Company and SPAD also informed the Court of their intention to amend the 'Defence of the 1st and 2nd Defendants'.

The Court fixed 18 August 2017 as the next mention date to monitor the progress of the application for amendment of the Defence of the 1st and 2nd Defendants.

On 28 August 2017, the Court had allowed the 1st and 2nd Defendants' application for amendment of the Defence. The Court on 20 September 2017 had given directions for the parties to file the bundle of documents and documents pertinent to the trial. The Court fixed the case for trial from 21 May 2018 to 25 May 2018.

The Court gave its decision on 16 July 2018 as follows:-

1. The Plaintiffs' action against the 1st, 2nd, 3rd and 4th Defendants is dismissed.
2. Costs of RM40,000.00 is awarded to the 1st & 2nd Defendants and RM40,000.00 to the 3rd and 4th Defendants, all subject to payment of Allocatur fees.

On 3 August 2018, the Plaintiffs filed their appeal against the whole of the Court's decision delivered on 16 July 2018.

At the last hearing date fixed on 21 February 2020, the Court of Appeal adjourned the matter to be heard on 15 September 2020.



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)

- (b) Since February 2020, the case came up to for Case Management on 15 July 2020, 6 August 2020 and 6 October 2020. On 6 October 2020, the Court of Appeal vacated the hearing date and fixed the case for Further Case Management on 16 February 2021.

The Directors, in consultation with the Company's and SPAD's advocates, are of the opinion that the Company and SPAD have strong merits in the case.

B11. Dividend Declared

- (a) On 28 May 2020, the Board of Directors declared a first interim, single tier dividend of 5 sen per share, totalling approximately RM14 million, in respect of the financial year ended 31 December 2020, paid to shareholders on 6 August 2020.
- (b) On 20 November 2020, the Board of Directors declared a second interim, single tier dividend of 5 sen per share, totalling approximately RM14 million, in respect of the financial year ended 31 December 2020, paid to shareholders on 21 January 2021.

B12. Earnings per Share

	Individual Quarter (Q4)		Cumulative Quarter (12 Months)	
	Current Year Quarter 31/12/2020	Preceding Year Corresponding Quarter 31/12/2019	Current Year - Period To Date 31/12/2020	Preceding Year - Period To Date 31/12/2019
Profit attributable to Owners of the Company (RM'000)	16,264	8,675	60,995	20,918
Weighted average number of ordinary shares in issue (unit)	279,032	279,032	279,032	279,032
Basic earnings per share (sen)	5.83	3.11	21.86	7.49
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 year is based on the profit attributable to owners of the Company and on the weighted average number of ordinary shares 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 year were not computed as the Company does not have any potentially dilutive ordinary shares as at 31 December 2020.



SARAWAK PLANTATION BERHAD

Registration No. 199701035877 (451377-P)

(Incorporated in Malaysia - 451377- P)

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

B13. Auditors' Report on Preceding Annual Financial Statements

The auditors' report on the financial statements for the financial year ended 31 December 2019 was unqualified.

B14. 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 19 February 2021.

By Order of the Board

Company Secretary
Kuching

19 February 2021