HAP SENG PLANTATIONS HOLDINGS BERHAD (769962-K)

(Incorporated in Malaysia)

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)
FOR THE SECOND QUARTER AND YEAR-TO-DATE ENDED 30 JUNE 2012

	Quarter ended		Year-to-date ended	
	30.6.2012	**30.6.2011**	**30.6.2012**	**30.6.2011**
	RM'000	RM'000	RM'000	RM'000
Revenue	117,470	182,396	241,468	326,447
Operating expenses	(75,303)	(81,341)	(142,716)	(149,270)
Other operating income	1,062	1,481	2,514	2,671
Operating profit	43,229	102,536	101,266	179,848
Financing costs	(32)	(299)	(32)	(558)
Profit before tax	43,197	102,237	101,234	179,290
Tax expense	(11,726)	(26,326)	(26,508)	(45,622)
Profit for the period representing total comprehensive income for the period	31,471	75,911	74,726	133,668
Earnings per share (sen)				
Basic	3.93	9.49	9.34	16.71
Diluted	N/A	N/A	N/A	N/A

The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2011 and the accompanying explanatory notes attached to the Interim Financial Statements

HAP SENG PLANTATIONS HOLDINGS BERHAD (769962-K)

(Incorporated in Malaysia)

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION (UNAUDITED) AS AT 30 JUNE 2012

	As at 30.6.2012 RM'000	As at 31.12.2011 RM'000 *(Audited)*
Non-current assets		
Property, plant and equipment	570,380	571,468
Biological assets	1,341,476	1,338,433
	1,911,856	1,909,901
Current assets		
Inventories	37,179	28,150
Receivables	20,103	30,244
Tax recoverable	4,411	267
Cash and cash equivalents	123,434	146,175
	185,127	204,836
TOTAL ASSETS	2,096,983	2,114,737
Equity attributable to owners of the Company		
Share capital	800,000	800,000
Reserves	1,072,868	1,078,140
	1,872,868	1,878,140
Less: Treasury shares	(54)	(48)
TOTAL EQUITY	1,872,814	1,878,092
Non-current liabilities		
Deferred tax liabilities	189,095	190,115
Current liabilities		
Payables	33,255	35,733
Tax payable	1,819	10,797
	35,074	46,530
TOTAL LIABILITIES	224,169	236,645
TOTAL EQUITY AND LIABILITIES	2,096,983	2,114,737
Net assets per share (RM)	2.34	2.35
Based on number of shares net of treasury shares	799,979,000	799,981,000

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2011 and the accompanying explanatory notes attached to the Interim Financial Statements

HAP SENG PLANTATIONS HOLDINGS BERHAD (769962-K)

(Incorporated in Malaysia)

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (UNAUDITED)
FOR YEAR-TO-DATE ENDED 30 JUNE 2012

	← Attributable to Owners of the Company →				
	Share Capital RM'000	**Non-distributable Share Premium** RM'000	**Distributable Retained Earnings** RM'000	**Treasury Shares** RM'000	**Total Equity** RM'000
At 1 January 2012	800,000	675,578	402,562	(48)	1,878,092
Total comprehensive income for the period	-	-	74,726	-	74,726
Purchase of treasury shares	-	-	-	(6)	(6)
Dividends	-	-	(79,998)	-	(79,998)
At 30 June 2012	800,000	675,578	397,290	(54)	1,872,814
At 1 January 2011	800,000	675,578	285,592	(29)	1,761,141
Total comprehensive income for the period	-	-	133,668	-	133,668
Purchase of treasury shares	-	-	-	(5)	(5)
Dividends	-	-	(55,999)	-	(55,999)
At 30 June 2011	800,000	675,578	363,261	(34)	1,838,805

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 2011 and the accompanying explanatory notes attached to the Interim Financial Statements

HAP SENG PLANTATIONS HOLDINGS BERHAD (769962-K)

(Incorporated in Malaysia)

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS (UNAUDITED)
FOR YEAR-TO-DATE ENDED 30 JUNE 2012

	Year-to-date ended	
	30.6.2012	**30.6.2011**
	RM'000	RM'000
Cash flows from operating activities		
Profit before tax	101,234	179,290
Adjustments for:		
Non-cash items	13,051	12,946
Non-operating items	(45)	(66)
Net interest income	(1,556)	(618)
Operating profit before working capital changes	112,684	191,552
Net changes in working capital	(1,366)	(6,246)
Net tax paid	(40,650)	(27,113)
Net interest received	1,556	618
Net cash generated from operating activities	72,224	158,811
Cash flows from investing activities		
Proceeds from disposal of property, plant and equipment	628	66
Purchase of property, plant and equipment	(12,546)	(7,619)
Additions to biological assets	(3,043)	(2,497)
Net cash used in investing activities	(14,961)	(10,050)
Cash flows from financing activities		
Net repayment of bank borrowings	-	(35,000)
Shares repurchased at cost	(6)	(5)
Dividends paid to shareholders	(79,998)	(55,999)
Net cash used in financing activities	(80,004)	(91,004)
Net (decrease)/increase in cash and cash equivalents	(22,741)	57,757
Cash and cash equivalents at beginning of period	146,175	58,699
Cash and cash equivalents at end of period	123,434	116,456

For purposes of Statement of Cash Flows, cash and cash equivalents are presented net of bank overdrafts and comprise the following:

Deposits with licensed banks	112,174	101,437
Cash in hand and at bank	11,260	15,019
	123,434	116,456

The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2011 and the accompanying explanatory notes attached to the Interim Financial Statements

PART A

Explanatory Notes Pursuant to Financial Reporting Standard (FRS) 134, Interim Financial Reporting

1. **Basis of preparation**

These interim financial statements have been prepared in accordance with the requirements of FRS 134, Interim Financial Reporting and the Main Market Listing Requirements of Bursa Malaysia Securities Berhad ["Bursa Securities"], and should be read in conjunction with the Group's audited financial statements for the financial year ended 31 December 2011.

2. **Significant accounting policies**

The accounting policies and presentation adopted by the Group in these interim financial statements are consistent with those adopted in the audited financial statements for the year ended 31 December 2011, except for the changes arising from the adoption of revised Financial Reporting Standards (FRSs), IC Interpretations and Amendments that are effective for financial period beginning on or after 1 July 2011 and 1 January 2012 as follows:

IC Interpretations and Amendments effective for financial periods beginning on or after 1 July 2011

- IC Interpretation 19 Extinguishing Financial Liabilities with Equity Instruments
- Amendments to IC Interpretation 14: Prepayments of a Minimum Funding Requirement

FRSs and Amendments effective for financial periods beginning on or after 1 January 2012

- Amendments to FRS 1: Severe Hyperinflation and Removal of Fixed Dates for First-time Adopters
- Amendments to FRS 7: Transfer of Financial Assets
- Amendments to FRS 112: Deferred Tax: Recovery of Underlying Assets
- FRS 124 Related Party Disclosures

The adoption of the above revised FRSs, IC Interpretation and Amendments do not have any significant financial impact on the Group.

Malaysian Financial Reporting Standards (MFRS Framework)

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

The MFRS Framework is to be applied by all Entities Other Than Private Entities for annual periods beginning on or after 1 January 2012, with the exception of entities that are within the scope of MFRS 141 Agriculture (MFRS 141) and IC Interpretation 15 Agreements for Construction of Real Estate (IC 15), including its parent, significant investor and venturer (herein called 'Transitioning Entities').

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

The Group falls within the definition of Transitioning Entities and have opted to defer adoption of the new MFRS Framework. Accordingly, the Group will be required to prepare its financial statements using the MFRS Framework in its first MFRS financial statements for the financial year ending 31 December 2014. In presenting its first MFRS financial statements, the Group will be required to restate the comparative financial statements to amounts reflecting the application of MFRS Framework. The majority of the adjustments required on transition will be made, retrospectively, against opening retained earnings.

At the date of these interim financial statements, the Group has not completed its quantification of the financial effects of the differences between Financial Reporting Standards and accounting standards under the MFRS Framework due to the ongoing assessment by the project team.

The Group considers that it is achieving its scheduled milestones and expects to be in a position to fully comply with the requirements of the MFRS Framework for the financial year ending 31 December 2014.

3. **Comments on the seasonality or cyclicality of operations**

The Group considers the seasonal or cyclical factors affecting the results of the operations of the Group comprising the cultivation of oil palm and processing of fresh fruit bunches to include general climatic conditions, age profile of oil palms, the cyclical nature of annual production and the movements in commodity prices.

4. **Nature and amount of items affecting assets, liabilities, equity, net income, or cash flows that are unusual because of their nature, size or incidence**

Save for the information disclosed in this interim financial report, there were no unusual items affecting assets, liabilities, equity, net income or cash flow during the interim period.

5. **Nature and amount of changes in estimates of amounts reported in prior interim periods of the current financial year or changes in estimates of amounts reported in prior financial years**

There were no changes in estimates of amounts reported in prior interim periods of the current financial year or changes in estimates of amounts reported in prior financial years.

6. **Issues, cancellations, repurchases, resale and repayments of debt and equity securities**

(a) Share buyback by the Company:

The monthly breakdown of shares bought back during the current quarter is as follows:

Month	No of shares Purchased	Purchase price per share		Average cost Per share	Total cost
		Lowest	Highest		
		RM	RM	RM	RM
April 2012	-	-	-	-	-
May 2012	-	-	-	-	-
June 2012	2,000	2.9100	2.9100	2.9339	5,867.75
Total	2,000	2.9100	2.9100	2.9339	5,867.75

During the current quarter, 2,000 shares were bought back and there was no resale or cancellation of treasury shares. All shares bought back were retained as treasury shares.

(b) As at 30 June 2012, the Company has 21,000 ordinary shares held as treasury shares and the issued and paid up share capital of the Company remained unchanged at 800,000,000 ordinary shares of RM1.00 each.

7. **Dividends paid**

The total dividend paid out of shareholders' equity for the ordinary shares during the interim period is as follows:

	Year-to-date ended	
	30.6.2012	**30.6.2011**
	RM'000	RM'000
Dividend in respect of financial year ended 31 December 2010:		
- final (7.0 sen) under the single tier system approved by shareholders on 6 June 2011 and paid on 23 June 2011	-	55,999
Dividend in respect of financial year ended 31 December 2011:		
- second interim (10.0 sen) under the single tier system approved by the Board of Directors on 14 February 2012 and paid on 12 March 2012	79,998	-
	79,998	55,999

8. **Segment information**

No segment information has been prepared as the Group is primarily engaged in the cultivation of oil palm and processing of fresh fruit bunches carried out in Malaysia.

9. **Effect of changes in the composition of the Group during the interim period, including business combinations, obtaining or losing control of subsidiaries and long–term investments, restructuring and discontinued operations**

There were no changes in composition of the Group during the interim period.

10. **Significant events and transactions**

There were no events or transactions that are significant to an understanding of the changes in financial position and performance of the Company since the end of the last annual reporting period.

11. **Events after the interim period**

Save for the material litigation as disclosed in Note 9 of Part B below, events after the interim period and up to 24 August 2012 that have not been reflected in these interim financial statements are as follows:

In the approval letter from Securities Commission [“SC”] dated 23 July 2007 approving the initial public offering of the Company, SC requires, inter alia, the Company to resolve the issue on the requirement to transfer 30% of Litang Estate/equity in Hap Seng Plantations (Wecan) Sdn Bhd [“Wecan”], the wholly-owned subsidiary of the Company, to natives within the time period stipulated therein [“SC Condition”].

As announced on 31 July 2012, the Land and Survey Department in Kota Kinabalu had granted to the Company a further extension of time to July 2017 for the transfer of 30% of the undivided share of the Litang Estate or 30% equity in Wecan to natives. On behalf of the Company, CIMB Investment Bank Berhad had on even date submitted an application to the SC to seek a similar extension of time to July 2017 for compliance with the SC Condition, the decision of which is currently pending.

12. **Changes in contingent liabilities or contingent assets since the end of the last annual reporting period**

Since the end of the last annual reporting period, the Group has no contingent liabilities or contingent assets as at the end of the interim period which are expected to have an operational or financial impact on the Group.

13. **Capital commitments**

The Group has the following capital commitments:

	As at 30.6.2012	**As at 31.12.2011**
	RM’000	RM’000
Contracted but not provided for in this report	40,319	19,366
Authorised but not contracted for	23,756	68,818
	------------	------------
	64,075	88,184
	=======	=======

14. **Significant related party transactions**

During the interim period, the Company and its subsidiaries did not enter into any Related Party Transactions [“RPT”] or Recurrent Related Party Transactions of a revenue or trading nature [“RRPT”] that had not been included or exceeded by 10% the estimated value which had been mandated by the shareholders during the extraordinary general meeting held on 6 June 2011 and has expired on 28 May 2012.

As at the extraordinary general meeting on 28 May 2012, the Company obtained a renewed shareholders’ mandate for RRPT and from the date thereof up to the end of the interim period, the Company and its subsidiaries did not enter into any RPT or RRPT that were not included or exceeded by 10% the estimated value which had been mandated by the shareholders on 28 May 2012.

PART B

Explanatory Notes Pursuant to the Main Market Listing Requirements of Bursa Malaysia Securities Berhad

1. **Review of performance**

Revenue for the current quarter at RM117.5 million was 36% lower than the preceding year corresponding quarter. Group profit before tax ["PBT"] and profit after tax ["PAT"] for the current quarter at RM43.2 million and RM31.5 million were lower than the preceding year corresponding quarter by 58% and 59% respectively.

The Group's results were mainly impacted by lower production of Fresh Fruit Bunches ["FFB"], lower sales volume and lower average selling prices of Crude Palm Oil ["CPO"] and Palm Kernel ["PK"] as well as higher replanting expenditure and higher production cost per metric ton of CPO.

As compared to the preceding year corresponding quarter, FFB production for the current quarter was lower by 33% affected by adverse seasonal yield trend and cropping pattern due to tree stress. Consequently CPO production was lower by 32%. CPO sales volume was 30% lower at 30,811 tonnes whilst PK sales volume was 35% lower at 6,790 tonnes. CPO and PK average selling price realisation for the current quarter were RM3,208 per tonne and RM1,852 per tonne as compared to the preceding year corresponding quarter of RM3,372 per tonne and RM2,497 per tonne respectively.

Production costs were mainly affected by higher manuring costs due to higher fertilizer prices whilst higher replanting expenditure was in tandem with the increase in area which have been replanted. As at the end of the current quarter, 3,518 hectares were under replanting as compared to the preceding year corresponding quarter of 2,594 hectares.

Overall, Group PBT and PAT for the year to date at RM101.2 million and RM74.7 million were both lower than the preceding year corresponding period by 44% and consequently, basic earnings per share for the year to date at 9.34 sen was also 44% below the preceding year corresponding period of 16.71 sen.

2. **Comments on material changes in the profit before tax for the quarter reported as compared with the preceding quarter**

The Group's average selling price realisation of CPO for the current quarter was higher than the preceding quarter of RM3,133 per tonne whilst PK average selling price was lower than the preceding quarter of RM1,908 per tonne. Sales volume of both CPO and PK for the current quarter were lower, impacted by lower FFB production resulting from adverse seasonal yield trend and cropping pattern caused by tree stress.

Consequently, Group profit before tax for the current quarter at RM43.2 million was 26% lower than the preceding quarter of RM58.0 million.

3. **Current year prospects**

Generally, FFB production in Sabah where our Group's plantations are situated recorded significantly lower production in the first half of 2012 due to adverse seasonal yield trend caused by tree stress. In the second half of 2012, FFB production is expected to improve but may be impacted if weather condition changes with the possibility of El Nino returning which will affect FFB yield.

The global oilseeds and vegetable oils supplies are impacted by the unfavourable weather conditions in U.S. Midwest which is expected to reduce the estimates of global soybean and corn production in 2012.

The Euro zone debt crisis will continue to affect the demand for vegetable oils with the greatest downside risk on prices coming from the biodiesel consumption. Nevertheless, demand from major emerging economies in Asia like China and India are expected to continue to underpin prices of palm oil given the current huge discount between soybean oil and palm oil.

Changes in the Indonesian export tax structure introduced in September 2011 continued to affect the competitiveness of the Malaysian palm oil refineries, putting pressure on the prices of CPO in Malaysia. The increase in the duty free CPO export quota by 2 million tonnes from the existing 3.6 million tonnes announced recently by the Malaysian Government aimed at stock management and ensuring remunerative prices for local palm oil producers as an interim response to counter the effect of the Indonesian palm oil industry's lower export taxes may help to support the prices of palm oil in the short term.

Overall, the above factors and changes in weather conditions are expected to influence the FFB production and CPO prices in 2012 and consequently the Group's prospects for the current financial year.

4. **Variances between actual profit and forecast profit**

Variances between actual profit and forecast profit are not applicable as the Company has not provided any profit forecast in any public document.

5. **Profit for the period**

	Quarter ended		Year-to-date ended	
	30.6.2012	**30.6.2011**	**30.6.2012**	**30.6.2011**
	RM'000	RM'000	RM'000	RM'000
Profit for the period is arrived at after crediting/(charging):				
Interest income	773	857	1,558	1,176
Interest expense	(32)	(299)	(32)	(558)
Depreciation and amortisation	(6,555)	(6,482)	(13,051)	(12,906)
Property, plant and equipment written off	-	(40)	-	(40)
Gain/(loss) on disposal of property, plant and equipment	63	66	45	66

Save as disclosed above, the other items as required under Appendix 9B, Part A(16) of the Bursa Listing Requirements are not applicable.

6. **Tax expense**

	Quarter ended		Year-to-date ended	
	30.6.2012	**30.6.2011**	**30.6.2012**	**30.6.2011**
	RM'000	RM'000	RM'000	RM'000
In respect of current period				
- income tax	11,995	26,534	27,528	44,562
- deferred tax	(269)	(309)	(1,020)	959
	11,726	26,225	26,508	45,521
In respect of prior period				
- income tax	-	101	-	101
	11,726	26,326	26,508	45,622

The Group's effective tax rate for the current quarter and year to date were above the statutory tax rate due to certain expenses being disallowed for tax purposes. The effective tax rate for the preceding year corresponding quarter and period were marginally higher than the statutory tax rate due to the same reason.

7. **Status of corporate proposals announced but not completed at the latest practicable date which must not be earlier than 7 days from the date of issue of the quarterly report**

There was no corporate proposal announced but not completed as at 24 August 2012.

8. **Borrowings and debt securities**

The Group does not have any borrowings nor debt securities.

9. **Changes in material litigation (including status of any pending material litigation) since the date of the last annual statement of financial position which must be made up to a date not earlier then 7 days from the date of issue of the quarterly report**

Except for the following, there was no other material litigation since the date of the last annual statement of financial position:

(a) On 23 May 2012, Hap Seng Plantations (River Estates) Sdn Bhd ["RESB"], the wholly-owned subsidiary of the Company filed a writ of summon and an application for interlocutory injunction ["said Interlocutory Injunction Application"] through its solicitors, Messrs Wong Kian Kheong, against Excess Interpoint Sdn Bhd ["EISB" or "First Defendant"] at the Kuala Lumpur High Court ["KLHC"] vide Civil Suit No. 22NCVC-631-05/2012 ["said KL Civil Suit"].

RESB is the registered and beneficial proprietor of all that parcel of land held under CL095310017, District of Kinabatangan, State of Sabah measuring approximately 6,454 acres ["said Land"].

The First Defendant had on 3 April 2012 entered a private caveat on the said Land on the basis of a purported sale and purchase agreement dated 16 January 2012 in respect of the said Land ["said SPA"] entered into with Mr. Heng Chin Hing @ Wong Chin Hing (NRIC No. H0699157/570811-12-5731) ["HCH"]. At the material time, RESB had no knowledge of the said SPA and did not have a copy of the said SPA.

RESB is claiming for the following in the said KL Civil Suit:
(a) That RESB be declared as the registered and beneficial owner of the said Land;
(b) That the said SPA be declared null and void;
(c) An injunction restraining the First Defendant from:-
   (i) effecting any further dealings including but not limited to disposal, assignment, transfer, mortgage, charge, lease, tenancy over the said Land with any third party;
   (ii) taking any actions to fulfill the terms and conditions in the said SPA; and
   (iii) taking any further action to complete the said SPA.
(d) Costs of the said KL Civil Suit; and
(e) Such further or other relief as the Court deems fit and just.

On 14 June 2012, the KLHC granted an ad interim injunction in favour of RESB pending disposal of the hearing of the said Interlocutory Injunction Application subject to the undertaking by RESB to pay damages ["said Ad Interim Injunction"].

On 16 June 2012, the KLHC allowed the application by RESB to add HCH ["Second Defendant"] as a co-defendant to EISB in the said KL Civil Suit. HCH is the alleged donee of the alleged power of attorney dated 8.2.1977 created in respect of the said Land [the "said PA"] pursuant to which HCH had entered into the said SPA with the First Defendant.

On 10 August 2012, the KLHC allowed the First Defendant's application to transfer the said KL Civil Suit to the High Court of Sabah & Sarawak at Kota Kinabalu with costs in the cause. The said Ad Interim Injunction shall continue to be in effect pending disposal of the hearing of the said Interlocutory Injunction Application.

The Company has been advised by its solicitors that RESB has good grounds to succeed in the said KL Civil Suit.

(b) In a separate legal proceeding in respect of the said Land filed by Chee Ah Nun @ Sia Yi Chan (NRIC No. 550808-12-5663) [the "Plaintiff"] in the High Court in Sabah and Sarawak at Kota Kinabalu ["KKHC"] vide Originating Summon No. BKI-24-127/5-2012 ["said OS" or "said OS Action"], RESB was served the said OS on 11 June 2012 and appearance was entered on 14 June 2012 by RESB's solicitors, Messrs. Jayasuria Kah & Co.

The said OS Action is premised on the Deed of Appointment of Substitute By Attorney dated 24 June 2010 ("said Deed of Substitute") allegedly executed by HCH pursuant to which HCH had allegedly divested to the Plaintiff all his interests or claims on the said Land.

The Plaintiff is claiming for the following in the said OS Action:
(a) that by virtue of the said PA allegedly granted by RESB to HCH, RESB had allegedly divested its ownership and all interests or claims on the said Land to HCH;
(b) that pursuant to the said Deed of Substitute, the Plaintiff is now the beneficial owner and has rights to take possession of the said Land;
(c) an order that RESB forthwith deliver vacant possession of the said Land to the Plaintiff free of encumbrances with all fixtures and crops planted thereon;
(d) an injunction restraining RESB, its servants and/or employees or agents from harvesting crops on the said Land or removing anything thereon and/or otherwise from doing anything or interfering with the Plaintiff's rights thereon;
(e) costs of the said OS action; and
(f) such further or other relief as the Court deems fit and just.

The KKHC has fixed 4 September 2012 to hear (a) RESB's application to convert the said OS Action into a writ action; and (b) RESB's application to stay the said OS Action pending disposal of said KL Civil Suit.

The Company has been advised by its solicitors that the said OS Suit is unlikely to succeed.

10. **Derivatives**

The Group did not enter into any derivative contract and accordingly there was no outstanding derivative as at the end of the interim period.

11. **Gains/Losses arising from fair value changes of financial liabilities**

There was no gain/loss arising from fair value changes of financial liabilities for the current quarter under review as all the Group's financial liabilities are measured at amortised cost.

12. **Disclosure of realised and unrealised profits (unaudited)**

	As at 30.6.2012 RM'000	**As at 31.12.2011** RM'000 *(Audited)*
Total retained profits of the Company and its subsidiaries:		
- Realised	795,590	800,423
- Unrealised	(129,149)	(129,804)
	666,441	670,619
Less: Consolidation adjustments	(269,151)	(268,057)
Total group retained profits as per consolidated financial statements	397,290	402,562

13. **Earnings per share**

(a) The basic earnings per share is calculated by dividing the profit for the period attributable to owners of the Company by the weighted average number of ordinary shares in issue during the period excluding treasury shares held by the Company as follows:

	Quarter Ended		**Year-to-date ended**	
	30.6.2012	**30.6.2011**	**30.6.2012**	**30.6.2011**
Profit attributable to owners of the Company (RM'000)	31,471	75,911	74,726	133,668
Weighted average number of ordinary shares in issue ('000)	799,980	799,987	799,981	799,987
Basic EPS (sen)	3.93	9.49	9.34	16.71

(b) The Company does not have any diluted earnings per share.

14. **Dividends**

(a) The Board of Directors approved the following interim dividend for the financial year ending 31 December 2012:

(i)	Amount per ordinary share of RM1.00 each - First Interim Dividend	6.0 sen per ordinary share under the single tier system which is tax exempt in the hands of the shareholders
(ii)	Previous year corresponding period Amount per ordinary share of RM1.00 each - Interim Dividend	10.0 sen per ordinary share under the single tier system which is tax exempt in the hands of the shareholders
(iii)	Total dividend approved to date for the current financial year Amount per ordinary share of RM1.00 each	6.0 sen (2011: 10.0 sen) per ordinary share under the single tier system which is tax exempt in the hands of the shareholders

(b) The dividend will be payable on 28 September 2012; and

(c) In respect of deposited securities, entitlement to the dividend will be determined on the basis of the record of depositors as at 14 September 2012.

NOTICE OF INTERIM DIVIDEND PAYMENT AND ENTITLEMENT DATE

NOTICE IS HEREBY GIVEN that the first interim dividend of 6.0 sen per ordinary share of RM1.00 each under the single tier system which is tax exempt in the hands of the shareholders pursuant to paragraph 12B of Schedule 6 of the Income Tax Act, 1967 in respect of the financial year ending 31 December 2012, will be payable on 28 September 2012 to the shareholders whose names appear on the Company's Record of Depositors at the close of business on 14 September 2012. A depositor shall qualify for entitlement to the dividend only in respect of:

(a) shares transferred into the depositor's securities account before 4.00 p.m. on 14 September 2012 in respect of transfers; and
(b) shares bought on the Bursa Malaysia Securities Berhad ["Bursa Securities"] on a cum entitlement basis according to the Rules of the Bursa Securities.

15. **Auditors' report on preceding annual financial statements**

The auditors' report in respect of the financial statements of the Company for the preceding financial year ended 31 December 2011 was not subject to any qualification.

BY ORDER OF THE BOARD

CHEAH YEE LENG
Secretary

Kuala Lumpur
29 August 2012