

QUARTERLY REPORT

On the consolidated results for the second quarter ended 30 June 2024

The Directors are pleased to announce the following:

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS

Amounts in RM million unless otherwise stated

	Note	Quarter ended 30 June		%	Half year-ended 30 June		%
		2024	2023		2024	2023	
Revenue	A8, A9	4,965	4,305	15	9,307	8,374	11
Operating expenses		(4,367)	(4,032)		(8,315)	(7,850)	
Other operating income		24	297		68	388	
Other losses		(2)	(50)		(50)	(91)	
Operating profit	B5, A9	620	520	19	1,010	821	23
Share of results of joint ventures		7	6		(7)	8	
Share of results of associates		2	1		2	1	
Profit before interest and tax	A9	629	527	19	1,005	830	21
Finance income		6	3		13	7	
Finance costs		(40)	(49)		(77)	(101)	
Profit before tax		595	481	24	941	736	28
Tax expense	B6	(136)	(59)		(229)	(206)	
Profit for the financial period		459	422	9	712	530	34
Profit for the financial period attributable to:							
– equity holders of the Company		415	380	9	626	449	39
– Perpetual Sukuk		31	31		62	62	
– non-controlling interests		13	11		24	19	
		459	422	9	712	530	34
Basic earnings per share attributable to equity holders of the Company:							
Basic (sen)	B12	6.0	5.5	9	9.1	6.5	40

The unaudited condensed consolidated statement of profit or loss should be read in conjunction with the accompanying explanatory notes and the audited financial statements for the financial year ended 31 December 2023.

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

Amounts in RM million unless otherwise stated

	Quarter ended 30 June		%	Half year-ended 30 June		%
	2024	2023		2024	2023	
Profit for the financial period	459	422	9	712	530	34
Other comprehensive (loss)/income:						
Items that will be reclassified subsequently to profit or loss:						
Currency translation differences (losses)/gains:						
– subsidiaries	(249)	672		(89)	910	
– joint ventures and associates	(2)	24		1	27	
Cash flow hedge						
– changes in fair value	44	11		(7)	57	
– transfers to profit or loss	(6)	(34)		(8)	(50)	
Tax (expense)/credit relating to components of other comprehensive income/(loss)	(9)	18		4	11	
	(222)	691		(99)	955	
Items that will be not reclassified subsequently to profit or loss:						
Actuarial gain on defined benefit pension plans	2	- *		2	9	
Investments at fair value through other comprehensive income ("FVOCI"):						
– changes in fair value	- *	- *		- *	- *	
Share of other comprehensive income of joint ventures	-	1		-	1	
Tax expense relating to components of other comprehensive income	-	- *		- *	(2)	
	2	1		2	8	
Total other comprehensive (loss)/income for the financial period	(220)	692		(97)	963	
Total comprehensive income for the financial period	239	1,114		615	1,493	
Total comprehensive income for the financial period attributable to:						
– equity holders of the Company	204	1,060	(81)	539	1,382	(61)
– Perpetual Sukuk	31	31	-	62	62	-
– non-controlling interests	4	23	(83)	14	49	(71)
Total	239	1,114	(79)	615	1,493	(59)

* Less than 1 million

The unaudited condensed consolidated statement of comprehensive income should be read in conjunction with the accompanying explanatory notes and the audited financial statements for the financial year ended 31 December 2023.

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

Amounts in RM million unless otherwise stated

	Unaudited	Audited
	As at 30 June 2024	As at 31 December 2023
Note		
Non-current assets		
Property, plant and equipment	19,316	19,145
Investment properties	8	8
Right-of-use assets	2,043	2,061
Joint ventures	412	416
Associates	50	52
Intangible assets	3,116	3,055
Investments at fair value through other comprehensive income ("FVOCI")	23	23
Deferred tax assets	431	443
Tax recoverable	196	251
Trade and other receivables	58	58
	25,653	25,512
Current assets		
Inventories	2,818	2,664
Biological assets	200	175
Trade and other receivables	2,595	2,207
Tax recoverable	294	298
Amounts due from related parties	-	-
Derivatives	12	34
Bank balances, deposits and cash	603	830
	6,522	6,208
Non-current assets held for sale ⁽¹⁾	139	166
Total assets	32,314	31,886
Equity		
Share capital	1,634	1,634
Reserves	16,229	16,108
Attributable to equity holders of the Company	17,863	17,742
Perpetual Sukuk	2,231	2,231
Non-controlling interests	443	433
Total equity	20,537	20,406

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION (CONTINUED)

Amounts in RM million unless otherwise stated

		Unaudited	Audited
		As at	As at
		30 June	31 December
	Note	2024	2023
Non-current liabilities			
Retirement benefits		193	191
Deferred income		-	-
Deferred tax liabilities		2,677	2,654
Borrowings	B8	3,583	3,582
Lease liabilities		181	194
Trade and other payables		59	57
		6,693	6,678
Current liabilities			
Trade and other payables		2,311	2,384
Contract liabilities		114	24
Amounts due to related parties		9	14
Retirement benefits		20	20
Lease liabilities		26	26
Tax payable		154	208
Derivatives	B9	16	19
Borrowings	B8	2,423	1,701
Dividend payable		-	394
		5,073	4,790
Liabilities directly associated with non-current assets held for sale ⁽²⁾		11	12
Total liabilities		11,777	11,480
Total equity and liabilities		32,314	31,886
Net assets per share attributable to equity holders of the Company (RM)		2.58	2.57
Note:			
(1) Non-current assets held for sale			
Non-current assets held for sale			
– property, plant and equipment		15	15
Disposal group held for sale			
– property, plant and equipment		104	112
– right of use assets		1	1
– tax assets		12	17
– receivables		3	7
– bank balances		1	-
– other assets		3	14
		139	166
(2) Liabilities directly associated with non-current assets held for sale			
Disposal group held for sale			
– payables		6	7
– retirement benefits		5	5
– other liabilities		-	-
		11	12

* Less than 1 million

The unaudited condensed consolidated statement of financial position should be read in conjunction with the accompanying explanatory notes and the audited financial statements for the financial year ended 31 December 2023.

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

Amounts in RM million unless otherwise stated

Half year-ended 30 June 2024	Attributable to equity holders of the Company											
	Share capital	Capital reserve	Hedging reserve	Merger reserve	Investments			Retained profits	Total	Perpetual Sukuk	Non-controlling interests	Total equity
					at FVOCI reserve	Exchange reserve						
At 1 January 2024	1,634	9	8	(18)	21	1,284	14,804	17,742	2,231	433	20,406	
Profit for the financial period	-	-	-	-	-	-	626	626	62	24	712	
Other comprehensive (loss)/income for the financial period	-	-	(10)	-	-	(79)	2	(87)	-	(10)	(97)	
Total comprehensive (loss)/income for the financial period	-	-	(10)	-	-	(79)	628	539	62	14	615	
Transactions with equity holders:												
Dividends	-	-	-	-	-	-	(418)	(418)	-	(4)	(422)	
Distribution to Perpetual Sukuk holders	-	-	-	-	-	-	-	-	(62)	-	(62)	
At 30 June 2024	1,634	9	(2)	(18)	21	1,205	15,014	17,863	2,231	443	20,537	

Half year-ended 30 June 2023	Attributable to equity holders of the Company											
	Share capital	Capital reserve	Hedging reserve	Merger reserve	Investments			Retained profits	Total	Perpetual Sukuk	Non-controlling interests	Total equity
					at FVOCI reserve	Exchange reserve						
At 1 January 2023	1,634	9	10	(18)	20	716	13,996	16,367	2,231	418	19,016	
Profit for the financial period	-	-	-	-	-	-	449	449	62	19	530	
Other comprehensive income for the financial period	-	-	18	-	-	908	7	933	-	30	963	
Total comprehensive income for the financial period	-	-	18	-	-	908	456	1,382	62	49	1,493	
Transactions with equity holders:												
Dividends	-	-	-	-	-	-	(418)	(418)	-	(24)	(442)	
Distribution to Perpetual Sukuk holders	-	-	-	-	-	-	-	-	(62)	-	(62)	
At 30 June 2023	1,634	9	28	(18)	20	1,624	14,034	17,331	2,231	443	20,005	

The unaudited condensed consolidated statement of changes in equity should be read in conjunction with the accompanying explanatory notes and the audited financial statements for the financial year ended 31 December 2023.

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
Amounts in RM million unless otherwise stated

		Half year-ended 30 June	
	Note	2024	2023
Cash flows from operating activities			
Profit for the financial period		712	530
Adjustments for:			
Share of results of joint ventures and associates		5	(9)
Finance income		(13)	(7)
Finance costs		77	101
Gain on disposal of:			
– property, plant and equipment	B5	(16)	(8)
– non-current assets held for sale	B5	-	(196)
Depreciation and amortisation	B5	730	702
Unrealised fair value losses			
– commodities contracts	B5	6	43
– forward foreign exchange contracts	B5	5	6
Unrealised foreign exchange losses	B5	1	28
Tax expense	B6	229	206
Fair value changes on biological assets		(28)	1
Retirement benefits		19	32
Net of impairment/(reversal) of:			
– property, plant and equipment	B5	22	6
– non-current assets held for sale	B5	13	-
– advances for plasma plantation projects	B5	1	1
– trade and other receivables	B5	(4)	(1)
Write off of:			
– inventories	B5	- *	2
– trade and other receivables	B5	- *	-
– property, plant and equipment	B5	10	7
– intangible assets	B5	- *	1
(Write back)/ write-down of inventories	B5	(10)	20
Dividend income from other investments		(1)	-
		1,758	1,465
Changes in working capital:			
Inventories		(145)	(195)
Trade and other receivables		(391)	(84)
Trade and other payables		(37)	22
Related party balances		(5)	(3)
Cash generated from operations		1,180	1,205
Tax paid		(160)	(510)
Retirement benefits paid		(15)	(16)
Net cash generated from operating activities		1,005	679
Cash flows from investing activities			
Finance income received		13	7
Purchase of:			
– property, plant and equipment		(861)	(880)
– intangible assets		(16)	(3)
Advances for plasma plantation projects		(1)	(1)
Proceeds from sale of:			
– property, plant and equipment		17	10
– non-current assets held for sale		-	198
Dividend received from:			
– other investments		1	-
– an associate		1	9
Net cash used in investing activities		(846)	(660)

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS (CONTINUED)

Amounts in RM million unless otherwise stated

	Half year-ended 30 June	
Note	2024	2023
Cash flows from financing activities		
Distribution to Perpetual Sukuk holders	(62)	(62)
Finance costs paid	(152)	(160)
Loans raised	2,492	3,435
Loan repayments	(1,822)	(2,720)
Repayment of lease liabilities	(31)	(26)
Dividends paid to shareholders	(812)	(418)
Dividends paid to non-controlling interests of subsidiaries	(4)	(24)
Net cash (used in)/generated from financing activities	(391)	25
Net changes in cash and cash equivalents during the financial period	(232)	44
Foreign exchange difference	5	(11)
Cash and cash equivalents at beginning of the financial period	830	635
Cash and cash equivalents at end of the financial period	603	668

* Less than 1 million

The unaudited condensed consolidated statement of cash flows should be read in conjunction with the accompanying explanatory notes and the audited financial statements for the financial year ended 31 December 2023.

EXPLANATORY NOTES ON THE QUARTERLY REPORT – 30 JUNE 2024

Amounts in RM million unless otherwise stated

A. EXPLANATORY NOTES PURSUANT TO MFRS 134

A1. Basis of preparation

This interim financial report is prepared in accordance with the requirements of paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad and complies with the requirements of the Malaysian Financial Reporting Standard ("MFRS") 134 "Interim Financial Reporting" and other MFRSs issued by the Malaysian Accounting Standards Board ("MASB"). The interim financial report is unaudited and should be read in conjunction with the audited consolidated financial statements for the financial year ended 31 December 2023.

A2. Accounting policies

The accounting policies and presentation adopted for this interim financial report are consistent with those adopted for the audited consolidated financial statements for the financial year ended 31 December 2023 except as described below.

(a) Accounting pronouncements that are effective and have been adopted in preparing these financial statements :

(i) Amendments that are effective on or after 1 January 2024

- Amendments to MFRS 101 on "Classification of Liabilities as Current or Non-current" ('2020 amendments') and "Non-current Liabilities with Covenants" ('2022 amendments')
- Amendments to MFRS 16 on Lease Liability in a Sale and Leaseback
- Amendments to MFRS 107 and MFRS 7 on Supplier Finance Arrangements

The adoption of these amendments does not have any significant impact on the current period or any prior periods and is not likely to affect future periods.

(b) Accounting pronouncements that are not yet effective and have not been early adopted in preparing these financial statements:

(i) Amendments that are effective on or after 1 January 2025

- Amendments to MFRS 121 on The Effects of Changes in Foreign Exchange Rates - Lack of Exchangeability

The amendments listed above are not expected to have any significant effect on the financial statements.

A3. Seasonal and cyclical factors

The Group's operations are not materially affected by seasonal or cyclical factors except for the fresh fruit bunch production which may be affected by the vagaries of weather and cropping patterns.

A4. Unusual items affecting assets, liabilities, equity, net income or cash flows

Except as disclosed in Notes B1 and B2, there were no material unusual items affecting the Group's assets, liabilities, equity, net income or cash flows during the quarter under review.

A5. Material changes in estimates

There were no material effects from estimates made in prior periods or previous year.

A6. Debt and equity securities

There were no issuances, cancellations, repurchases, resale and repayments of debt and equity securities during the quarter under review.

EXPLANATORY NOTES ON THE QUARTERLY REPORT – 30 JUNE 2024

Amounts in RM million unless otherwise stated

A. EXPLANATORY NOTES PURSUANT TO MFRS 134 (CONTINUED)

A7. Dividends paid

Dividends paid during the quarter ended 30 June 2024 are as follows:

	Half year-ended 30 June 2024
In respect of financial year ended 31 December 2023 :	
- Final dividend of 6.05 sen per share, paid in cash on 20 May 2024	418

A8. Revenue

The Group derived the following types of revenue:

		Half year-ended 30 June	
	Note	2024	2023
Revenue from contracts with customers	A8(a)	9,292	8,360
Revenue from other sources	A8(b)	15	14
Total revenue		9,307	8,374
(a) Disaggregation of revenue from contracts with customers			
Upstream			
– Malaysia		449	513
– Indonesia		465	514
– Papua New Guinea and Solomon Islands ("PNG/SI")		172	80
Downstream		8,149	7,185
Other operations		57	68
		9,292	8,360
Sales of palm based products, other refined edible oils, rubber, sugar, beef and other agricultural products			
		9,178	8,218
Freight services		82	136
Tolling services		32	6
		9,292	8,360
Timing of revenue recognition			
– at point in time		9,178	8,218
– over time		114	142
		9,292	8,360
(b) Revenue from other sources			
Dividend (gross) received/receivable from investments		1	-
Rental income		14	14
		15	14

(c) Revenue expected to be recognised in relation to unsatisfied performance obligations

The following table shows the revenue expected to be recognised in the future relating to performance obligations that were unsatisfied (or partially unsatisfied) as at 30 June 2024:

	Expected timing of recognition During the quarter ending 30 September 2024
Freight income	114

EXPLANATORY NOTES ON THE QUARTERLY REPORT – 30 JUNE 2024

Amounts in RM million unless otherwise stated

A. EXPLANATORY NOTES PURSUANT TO MFRS 134 (CONTINUED)

A9. Segment information

	Upstream Malaysia	Upstream Indonesia	Upstream PNG/SI	Downstream	Other operations	Inter- segment elimination	Total
Half year-ended 30 June 2024							
Segment revenue:							
External sales	462	465	172	8,151	57	-	9,307
Inter-segment sales	1,651	515	1,244	269	252	(3,931)	-
Total revenue	2,113	980	1,416	8,420	309	(3,931)	9,307
Segment results:							
Operating profit:							
– recurring activities	324	191	174	351	(3)	-	1,037
– non-recurring transactions	(10)	(13)	-	-	(4)	-	(27)
Share of results of joint ventures and associates	-	-	-	(5)	- *	-	(5)
Profit before interest and tax	314	178	174	346	(7)	-	1,005
Half year-ended 30 June 2023							
Segment revenue:							
External sales	525	514	80	7,187	68	-	8,374
Inter-segment sales	1,213	603	1,544	177	346	(3,883)	-
Total revenue	1,738	1,117	1,624	7,364	414	(3,883)	8,374
Segment results:							
Operating profit:							
– recurring activities	(46)	268	186	184	33	-	625
– non-recurring transactions	196	-	-	-	-	-	196
Share of results of joint ventures and associates	-	-	-	8	1	-	9
Profit before interest and tax	150	268	186	192	34	-	830

* Less than 1 million

EXPLANATORY NOTES ON THE QUARTERLY REPORT – 30 JUNE 2024

Amounts in RM million unless otherwise stated

A. EXPLANATORY NOTES PURSUANT TO MFRS 134 (CONTINUED)

A9. Segment information (continued)

	Upstream Malaysia	Upstream Indonesia	Upstream PNG/SI	Downstream	Other operations	Inter- segment elimination	Total
As at 30 June 2024							
Segment assets:							
Operating assets	10,590	5,762	8,043	6,120	277	-	30,792
Joint ventures and associates	-	-	-	425	37	-	462
Non-current assets held for sale	15	112	-	-	-	-	127
	10,605	5,874	8,043	6,545	314	-	31,381
Tax assets							921
Tax assets from non-current assets held for sale							12
Total assets							32,314
As at 30 June 2023							
Segment assets:							
Operating assets	10,138	6,222	8,210	6,380	378	-	31,328
Joint ventures and associates	-	-	-	415	38	-	453
Non-current assets held for sale	18	474	-	-	-	-	492
	10,156	6,696	8,210	6,795	416	-	32,273
Tax assets							1,048
Tax assets from non-current assets held for sale							124
Total assets							33,445

EXPLANATORY NOTES ON THE QUARTERLY REPORT – 30 JUNE 2024

Amounts in RM million unless otherwise stated

A. EXPLANATORY NOTES PURSUANT TO MFRS 134 (CONTINUED)**A10. Capital commitments**

Authorised capital expenditure not provided for in the interim financial report are as follows:

	As at 30 June 2024	As at 31 December 2023
Contracted		
– property, plant and equipment	701	723

A11. Significant related party transactions

Significant related party transactions conducted were as follows:

	Half year-ended 30 June	
	2024	2023
(a) Transactions with joint venture and associates		
(i) Purchase of chemical products		
– Emery Oleochemicals UK	2	-
(ii) Purchase of palm oil		
– Thai Eastern Trat Company Limited	43	41

(b) Transactions with related parties

Permodalan Nasional Berhad ("PNB") and the fund managed by its subsidiary, Amanah Saham Nasional Berhad, together owns 55.00% as at 30 June 2024 of the issued share capital of the Company. PNB is an entity controlled by the Malaysian Government through Yayasan Pelaburan Bumiputra ("YPB"). The Group considers that, for the purpose of MFRS 124 "Related Party Disclosures", the Malaysian Government is in the position to exercise significant influence over it. As a result, the Malaysian Government and Malaysian Government's controlled bodies (collectively referred to as government related entities) are related parties of the Group and the Company.

(c) Transactions entered into with Government related entities include the following:

	Half year-ended 30 June	
	2024	2023
(i) Purchase of heavy equipment, spare parts and services		
– Sime Darby Industrial Sdn Bhd	9	8
– Kubota Malaysia Sdn Bhd	7	4
(ii) Purchase of motor vehicle, spare part and maintenance		
– Sime Darby Auto ConneXion Sdn Bhd	- *	1
(iii) Lease of agricultural land		
– Kumpulan Sime Darby Berhad	6	6
(iv) Rental expenses		
– Sime Darby Property Group	8	5
(d) Transactions entered into with person connected to a director		
(i) Purchase of heavy equipment, spare part and services		
– Datuk Mohd Anwar Yahya	- *	2

* Less than 1 million

EXPLANATORY NOTES ON THE QUARTERLY REPORT – 30 JUNE 2024

Amounts in RM million unless otherwise stated

A. EXPLANATORY NOTES PURSUANT TO MFRS 134 (CONTINUED)**A12. Material events subsequent to the end of the financial period**

There were no material events in the interval between the end of the quarter under review and 15 August 2024, being a date not earlier than 7 days from the date of issuance of the report.

A13. Commitments and contingent liabilities – unsecured

(a) Guarantees

In the ordinary course of business, the Group may issue surety bonds and letters of credit, which the Group provides to customers to secure advance payment, performance under contracts or in lieu of retention being withheld on contracts. A liability from the performance guarantees would only arise in the event the Group fails to fulfil its contractual obligations.

The financial guarantees are as follows:

	As at 30 June 2024	As at 31 December 2023
Guarantees in respect of credit facilities granted to:		
– a joint venture	3	3
– plasma stakeholders	106	117
	109	120

EXPLANATORY NOTES ON THE QUARTERLY REPORT – 30 JUNE 2024

Amounts in RM million unless otherwise stated

B. EXPLANATORY NOTES PURSUANT TO PARAGRAPH 9.22 OF THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD

B1. Review of group performance

(a) Current quarter ended 30 June 2024 against the previous year corresponding quarter ended 30 June 2023

	Quarter ended 30 June		+/(–)
	2024	2023	%
Revenue	4,965	4,305	15
Segment results:			
Upstream Malaysia	206	(25)	>100
Upstream Indonesia	107	163	(34)
Upstream PNG/SI	111	50	>100
Downstream	225	124	81
Other operations	(3)	19	>(100)
Recurring profit before interest and tax	646	331	95
Non-recurring transactions	(17)	196	
Profit before interest and tax	629	527	19
Finance income	6	3	
Finance costs	(40)	(49)	
Profit before tax	595	481	24
Tax expense	(136)	(59)	
Profit for the financial period	459	422	9
Perpetual Sukuk	(31)	(31)	
Non-controlling interests	(13)	(11)	
Profit after tax attributable to equity holders of the Company	415	380	9

For the quarter ended 30 June 2024, the Group registered a net profit of RM415 million, an increase of 9% from the previous corresponding quarter profit of RM380 million. This was due to higher recurring profits from both the Upstream and the Downstream segments, which compensated for the losses from non-recurring transactions.

Finance costs reduced by 18% in the quarter, driven by lower borrowings and lower average interest rate which declined to 4.8% per annum from 5.1% per annum in the previous corresponding quarter.

The Group's effective tax rate for the quarter was 23%.

EXPLANATORY NOTES ON THE QUARTERLY REPORT – 30 JUNE 2024

Amounts in RM million unless otherwise stated

B. EXPLANATORY NOTES PURSUANT TO PARAGRAPH 9.22 OF THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (CONTINUED)

B1. Review of group performance (continued)

(a) Current quarter ended 30 June 2024 against the previous year corresponding quarter ended 30 June 2023 (continued)

An analysis of the results of each segment is as follows:

Upstream

The Upstream segment reported a recurring profit before interest and tax ("PBIT") of RM424 million, more than doubled the previous corresponding quarter's profit of RM188 million. The major factors that contributed to the higher profits are:

- i) An increase in the fresh fruit bunch ("FFB") production by 8% to 2.20 million MT, driven by the strong recovery of Malaysian operations;
- ii) Higher crude palm oil ("CPO") and palm kernel ("PK") average realised prices by 7% and 23%, respectively; and
- iii) Lower costs mainly due to lower fertiliser prices in the current quarter.

The above favourable factors compensated for the lower oil extraction rate ("OER") which reduced from 21.21% to 20.82%.

Segment	CPO price realised (RM per MT)			FFB production (MT'000)		
	Quarter ended		+/(–)	Quarter ended		+/(–)
	30 June			30 June		
	2024	2023	%	2024	2023	%
Upstream Malaysia	4,135	4,096	1	1,199	870	38
Upstream Indonesia	3,691	3,238	14	527	678	(22)
Upstream PNG/SI	4,146	3,889	7	469	487	(4)
Group	4,029	3,765	7	2,195	2,035	8

Segment	PK price realised (RM per MT)			CPO Extraction Rate (%)		
	Quarter ended		+/(–)	Quarter ended		+/(–)
	30 June			30 June		
	2024	2023	%	2024	2023	pp
Upstream Malaysia	2,295	2,000	15	20.22	20.53	(0.31)
Upstream Indonesia	1,879	1,445	30	21.14	21.48	(0.34)
Upstream PNG/SI	-	-	-	21.82	21.98	(0.16)
Group	2,166	1,767	23	20.82	21.21	(0.39)

Downstream

The Downstream sector reported a higher PBIT of RM225 million in the current quarter as compared to RM124 million in the previous corresponding quarter, mainly due to stronger profits generated from all regions, driven by higher volume demand for the Asia Pacific bulk and differentiated refineries, improved margins in Europe and Oceania, and higher share of profit from a joint venture.

Other operations

Loss reported by the Group's Other operations mainly arose from the agribio unit.

Non-recurring transactions

Non-recurring losses for the current quarter comprised impairment charges on compost plants in Malaysia and a subsidiary classified as an asset held for sale in Indonesia.

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Amounts in RM million unless otherwise stated

B. EXPLANATORY NOTES PURSUANT TO PARAGRAPH 9.22 OF THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (CONTINUED)

B1. Review of group performance (continued)

(b) Half year ended 30 June 2024 against the previous year corresponding period ended 30 June 2023

	Half year-ended 30 June		+/(–) %
	2024	2023	
Revenue	9,307	8,374	11
Segment results:			
Upstream Malaysia	324	(46)	>100
Upstream Indonesia	191	268	(29)
Upstream PNG/SI	174	186	(6)
Downstream	346	192	80
Other operations	(3)	34	>(100)
Recurring profit before interest and tax	1,032	634	63
Non-recurring transactions	(27)	196	>(100)
Profit before interest and tax	1,005	830	21
Finance income	13	7	
Finance costs	(77)	(101)	
Profit before tax	941	736	28
Tax expense	(229)	(206)	
Profit for the financial year	712	530	34
Perpetual Sukuk	(62)	(62)	
Non-controlling interests	(24)	(19)	
Profit after tax attributable to equity holders of the Company	626	449	39

For the half year ended 30 June 2024, the Group posted net earnings of RM626 million, a year-on-year improvement of 39% due to higher recurring PBIT and lower finance costs, which compensated for the losses from non-recurring transactions.

Finance costs reduced by 24% in the current period, largely driven by lower borrowings. Average interest rate was 5.0% per annum, marginally lower than 5.2% per annum in the previous corresponding period.

The Group's effective tax rate stood at 24% for the current period.

EXPLANATORY NOTES ON THE QUARTERLY REPORT – 30 JUNE 2024

Amounts in RM million unless otherwise stated

B. EXPLANATORY NOTES PURSUANT TO PARAGRAPH 9.22 OF THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (CONTINUED)

B1. Review of group performance (continued)

(b) Half year ended 30 June 2024 against the previous year corresponding period ended 30 June 2023 (continued)

An analysis of the results of each segment is as follows:

Upstream

The Upstream segment reported a recurring PBIT of RM689 million, an increase of 69% from the previous corresponding period's profit of RM408 million, largely due to:

- i) An increase in the FFB production by 8%, driven by the strong recovery of Malaysian operations which production improved by 35% year-on-year,
- ii) Higher PK and CPO average realised price by 16% and 4% respectively; and
- iii) Lower costs mainly due to lower fertiliser prices in the current period.

The above favourable factors compensated for the marginal decline in the OER from 21.12% to 21.00%.

Segment	CPO price realised (RM per MT)			FFB production (MT'000)		
	Half year-ended		+/(–) %	Half year-ended		+/(–) %
	30 June	2023		30 June	2023	
	2024	2023		2024	2023	
Upstream Malaysia	4,068	4,119	(1)	2,241	1,656	35
Upstream Indonesia	3,675	3,342	10	1,034	1,244	(17)
Upstream PNG/SI	4,044	3,968	2	899	959	(6)
Group	3,961	3,824	4	4,174	3,859	8

Segment	PK price realised (RM per MT)			CPO Extraction Rate (%)		
	Half year-ended		+/(–) %	Half year-ended		+/(–) pp
	30 June	2023		30 June	2023	
	2024	2023		2024	2023	
Upstream Malaysia	2,233	2,014	11	20.34	20.25	0.09
Upstream Indonesia	1,687	1,457	16	21.38	21.44	(0.06)
Upstream PNG/SI	-	-	-	22.00	22.12	(0.12)
Group	2,056	1,780	16	21.00	21.12	(0.12)

Downstream

The Downstream segment reported a PBIT of RM346 million as compared to RM192 million in the previous corresponding period, driven by stronger profits in all segments. This was on the back of higher volume demand for the Asia Pacific bulk and differentiated refineries, and improved margins in Europe and Oceania, which mitigated the lower share of profit from a joint venture.

Other operations

Loss reported by the Group's Other operations mainly arose from the agribio unit.

Non-recurring transactions

The non-recurring losses for the current period of RM27 million comprised impairment charges on a mill and compost plants in Malaysia, as well as on a subsidiary classified as an asset held for sale in Indonesia.

EXPLANATORY NOTES ON THE QUARTERLY REPORT – 30 JUNE 2024

Amounts in RM million unless otherwise stated

B. EXPLANATORY NOTES PURSUANT TO PARAGRAPH 9.22 OF THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (CONTINUED)

B2. Material changes in profit for the current quarter as compared with the immediate preceding quarter

	Quarter ended		+/(–) %
	30 Jun 2024	31 Mar 2024	
Revenue	4,965	4,342	14
Segment results:			
Upstream Malaysia	206	118	75
Upstream Indonesia	107	84	27
Upstream PNG/SI	111	63	76
Downstream	225	121	86
Other operations	(3)	-	* >(100)
Recurring profit before interest and tax	646	386	67
Non-recurring transactions	(17)	(10)	(70)
Profit before interest and tax	629	376	67
Finance income	6	7	
Finance costs	(40)	(37)	
Profit before tax	595	346	72
Tax expense	(136)	(93)	
Profit for the financial period	459	253	81
Perpetual Sukuk	(31)	(31)	
Non-controlling interests	(13)	(11)	
Profit after tax attributable to equity holders of the Company	415	211	97

The Group registered net earnings of RM415 million, almost doubled the RM211 million recorded in the preceding quarter, attributed to higher recurring profits which mitigated the higher losses from non-recurring transactions.

Finance costs were 8% higher, due to higher borrowings, mitigated by a reduction in the average interest rate to 4.8% per annum from 5.2% per annum in the preceding quarter.

The Group's effective tax rate for the quarter was 23%.

EXPLANATORY NOTES ON THE QUARTERLY REPORT – 30 JUNE 2024

Amounts in RM million unless otherwise stated

B. EXPLANATORY NOTES PURSUANT TO PARAGRAPH 9.22 OF THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (CONTINUED) (CONTINUED)

B2. Material changes in profit for the current quarter as compared with the immediate preceding quarter (continued)

An analysis of the results of each segment is as follows:

Upstream

Recurring PBIT for the Upstream segment increased to RM424 million from the preceding quarter profit of RM265 million. Major factors contributing to the higher profits:

- i) Increase in FFB production by 11%; and
- ii) Higher CPO and PK average realised prices which increased by 4% and 12%, respectively.

The above favourable impact compensated for the lower OER which reduced from 21.20% to 20.82%.

Segment	CPO price realised (RM per MT)			FFB production (MT'000)		
	Quarter ended		+/(–)	Quarter ended		+/(–)
	Jun 2024	Mar 2024	%	Jun 2024	Mar 2024	%
Upstream Malaysia	4,135	3,982	4	1,199	1,042	15
Upstream Indonesia	3,691	3,656	1	527	507	4
Upstream PNG/SI	4,146	3,924	6	469	430	9
Group	4,029	3,880	4	2,195	1,979	11

Segment	PK price realised (RM per MT)			CPO Extraction Rate (%)		
	Quarter ended		+/(–)	Quarter ended		+/(–)
	Jun 2024	Mar 2024	%	Jun 2024	Mar 2024	pp
Upstream Malaysia	2,295	2,165	6	20.22	20.48	(0.26)
Upstream Indonesia	1,879	1,498	25	21.14	21.64	(0.50)
Upstream PNG/SI	-	-	-	21.82	22.20	(0.38)
Group	2,166	1,940	12	20.82	21.20	(0.38)

Downstream

The Downstream segment's recurring PBIT improved by 86% to RM225 million, due to higher profits from all segments except for operations in the Oceania region, mainly driven by improved margins reported by the Asia Pacific bulk operations, as well as higher sales volume from the differentiated refineries. This was boosted by the share of profit from a joint venture as compared to a loss in the preceding quarter.

Other operations

Loss reported by the Group's Other operations mainly arose from the agribio unit.

Non-recurring transactions

Non-recurring losses for the current quarter comprised impairment charges on compost plants in Malaysia and a subsidiary classified as an asset held for sale in Indonesia.

EXPLANATORY NOTES ON THE QUARTERLY REPORT – 30 JUNE 2024

Amounts in RM million unless otherwise stated

B. EXPLANATORY NOTES PURSUANT TO PARAGRAPH 9.22 OF THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (CONTINUED)**B3. Prospects**

The Group forecasts that prices will remain firm until year end in line with global economic recovery. Expectations of sustained CPO demand is also expected to lend support to prices as it remains competitive compared to other vegetable oils.

The Group expects its plantation operations will continue to register improvements, especially from its Malaysian operations following the success of intensive rehabilitation efforts as well as enhanced agronomic practices. This clear focus on the core business segments will be reinforced even as SD Guthrie actively pursues opportunities in new business verticals, embarking into industrial park development in various states and renewable energy, particularly solar farms.

Barring any unforeseen circumstances, the Group expects its performance for the financial year ending 31 December 2024 to be satisfactory.

B4. Variance of actual profit from profit forecast or profit guarantee

There was no profit forecast or profit guarantee issued during the quarter under review.

B5. Operating profit and finance costs

Included in the operating profit are:

	Quarter ended 30 June		Half year-ended 30 June	
	2024	2023	2024	2023
Depreciation and amortisation	(363)	(357)	(730)	(702)
Unrealised fair value gains/(losses)				
– commodities contracts	14	(10)	(6)	(43)
– forward foreign exchange contracts	(6)	(8)	(5)	(6)
Gain on disposals of:				
– property, plant and equipment	1	- *	16	8
– non-current assets held for sale	-	196	-	196
Net of (impairment)/reversal of:				
– property, plant and equipment	(12)	- *	(22)	(6)
– non-current assets held for sale	(13)	-	(13)	-
– advances for plasma plantation projects	- *	- *	(1)	(1)
– trade and other receivables	- *	- *	4	1
Unrealised foreign exchange gains/(losses)	17	(51)	(1)	(28)
(Write down)/Write back of inventories	(5)	(16)	10	(20)
Write off of:				
– inventories	- *	(2)	- *	(2)
– trade and other receivables	- *	-	- *	-
– property, plant and equipment	(6)	(4)	(10)	(7)
– intangible assets	- *	(1)	- *	(1)

* Less than 1 million.

EXPLANATORY NOTES ON THE QUARTERLY REPORT – 30 JUNE 2024

Amounts in RM million unless otherwise stated

B. EXPLANATORY NOTES PURSUANT TO PARAGRAPH 9.22 OF THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (CONTINUED)**B6. Tax expense**

	Quarter ended 30 June		Half year-ended 30 June	
	2024	2023	2024	2023
In respect of current financial period:				
– current tax	81	58	192	244
– deferred tax	54	(1)	36	(44)
	<u>135</u>	<u>57</u>	<u>228</u>	<u>200</u>
In respect of prior financial period:				
– current tax	1	2	1	6
Tax expenses	<u>136</u>	<u>59</u>	<u>229</u>	<u>206</u>

For the quarter ended 30 June 2024, the Group recorded an effective tax rate of 23%, with total tax expense of RM136 million on the back of a profit before tax of RM595 million.

For the half year ended 30 June 2024, the Group recorded an effective tax rate of 24%, with total tax expense of RM229 million on the back of a profit before tax of RM941 million.

B7. Status of announced corporate proposals

There are no corporate proposals announced but not completed as at 21 August 2024.

EXPLANATORY NOTES ON THE QUARTERLY REPORT – 30 JUNE 2024

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B. EXPLANATORY NOTES PURSUANT TO PARAGRAPH 9.22 OF THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (CONTINUED)**B8. Borrowings and debt securities**

Borrowings of the Group as at 30 June 2024 are as follows:

	Secured	Unsecured	Total
Long-term			
Term loans	-	2,383	2,383
Revolving credits-i	-	710	710
Bonds	-	505	505
Unamortised deferred financing expenses	-	(15)	(15)
	-	3,583	3,583
Short-term			
Term loans	-	219	219
Revolving credits	-	762	762
Revolving credits-i	-	1,443	1,443
Trade facilities	- *	-	- *
Unamortised deferred financing expenses	-	(1)	(1)
	-	2,423	2,423
Total	-	6,006	6,006
Borrowings of the Group consist of:			
– principal	- *	6,022	6,022
– unamortised deferred financing expenses	-	(16)	(16)
	- *	6,006	6,006

Borrowings of the Group in RM equivalent analysed by currencies in which they are denominated are as follows:

	Long-term	Short-term	Total
European Union Euro	505	- *	505
Ringgit Malaysia	2,314	1,384	3,698
United States Dollar	764	1,039	1,803
	3,583	2,423	6,006

* Less than 1 million

EXPLANATORY NOTES ON THE QUARTERLY REPORT – 30 JUNE 2024

Amounts in RM million unless otherwise stated

B. EXPLANATORY NOTES PURSUANT TO PARAGRAPH 9.22 OF THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (CONTINUED)

B9. Derivatives

The Group uses forward foreign exchange contracts, commodity forward and futures contracts to manage its exposure to various financial risks.

The fair values of these derivatives as at 30 June 2024 are as follows:

	Classification in Statement of Financial Position				Net fair value
	Assets		Liabilities		
	Non-current	Current	Non-current	Current	
Forward foreign exchange contracts	-	2	-	7	(5)
Commodities contracts	-	10	-	9	1
	-	12	-	16	(4)

The description, notional amount and maturity profile of each derivative are as follows:

Forward foreign exchange contracts

Forward foreign exchange contracts were entered into by subsidiaries in currencies other than their functional currencies in order to manage exposure to fluctuations in foreign currency exchange rates on specific transactions.

The forward foreign currency contracts are stated at fair value, using the prevailing market rates. All changes in fair value of the forward foreign currency contracts are recognised in the statement of other comprehensive income unless it does not meet the conditions for the application of hedge accounting, in which case, the changes to the fair value of the derivatives are taken to profit or loss.

As at 30 June 2024, the notional amount, fair value and maturity tenor of the forward foreign exchange contracts are as follows:

Maturity tenor	Notional amount	Net fair value liabilities
Less than 1 year	1,050	(5)

Commodities contracts

Commodity forward and futures contracts were entered into by the Group to manage exposure to adverse movements in crude palm oil prices. Certain contracts are entered into and continue to be held for the purpose of the receipt or delivery of the physical commodity in accordance with the Group's expected purchase, sale or usage requirements, except for those contracts below.

The outstanding contracts as at 30 June 2024 that were not held for the purpose of physical delivery are as follows:

	Quantity (metric tonne)	Notional amount	Net fair value assets/ (liabilities)
Less than 1 year:			
– Purchase contracts	75,014	152	10
– Sale contracts	154,471	616	(9)
			1

EXPLANATORY NOTES ON THE QUARTERLY REPORT – 30 JUNE 2024

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B. EXPLANATORY NOTES PURSUANT TO PARAGRAPH 9.22 OF THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (CONTINUED)

B10. Material litigation

Save as disclosed below, there were no pending material litigations against the Group which might materially and adversely affect the Group's financial position.

(a) **New Britain Palm Oil Limited ("NBPOL") v. Masile Incorporated Land Group ("Masile"), NBPOL v. Rikau Incorporated Land Group ("Rikau") & NBPOL v. Meloks Incorporated Land Group ("Meloks") (collectively, "Defendants")**

NBPOL, a wholly-owned subsidiary of the Company, had on 31 August 2011 initiated 3 separate legal actions against the Defendants in the National Court of Justice at Waigani, Papua New Guinea (Court). All 3 actions relate to the same cause of action whereby the Defendants had defaulted in their obligations to surrender their Special Agricultural Business Leases (SABL) to NBPOL for registration of the sub-leases despite having received benefits from NBPOL under the sub-lease agreements (SLA). Such benefits received by the Defendants include rental paid by NBPOL for 3,720 Ha of land under the SABL (Land), royalties for the FFB harvested from the Land, and 31,250 ordinary shares in NBPOL respectively issued to each of the Defendants.

On 25 June 2018, the Court rendered its decision on NBPOL's claims against Meloks in NBPOL's favour. In its decision, the Court declared the SLA entered into between NBPOL and Meloks to be valid and an order of specific performance was made against Meloks to deliver the SABL to NBPOL and to do all acts and things necessary to enable NBPOL to register the SLA entered into between NBPOL and Meloks. On 10 October 2018, Meloks surrendered the SABL to NBPOL. However, in view that Meloks had laminated the SABL, Meloks had to execute an application for the official copy of the SABL which NBPOL lodged with the registrar of titles together with NBPOL's application for registration of the SLA. The laminated plastic has since dislodged from Melok's SABL. However, NBPOL and Meloks are in the process of executing a new SLA to facilitate the registration of the SLA as the date of the SLA has to be the same or after the date of the SABL.

Masile and Rikau were considering whether to continue defending against NBPOL's claims in view of the Court's decision on the trial relating to NBPOL's claims against Meloks or to conclude on the same basis as Meloks given that the facts, issues and evidences are similar. Parties then agreed to enter into Consent Court Orders (CCOs) on terms similar to the order made in respect of Meloks and the CCOs were formally endorsed by the Court on 15 December 2020. Masile and Rikau surrendered their respective SABLs to NBPOL on 30 July 2020. However, the SABL received from Masile was laminated whilst the SABL received from Rikau is a copy and therefore NBPOL had to obtain the official copy of the SABLs and compile the relevant documents (including execution of new SLAs) before it could proceed with the registration of the SLAs. The issues related to the lamination of Masile's SABL and obtaining an official copy of Rikau's SABL as stated above have been resolved.

The Defendants have affirmed their intention to re-execute the SLAs with NBPOL. The SLAs were reviewed by NBPOL's lawyers and based on NBPOL's meeting with the Defendants on 12 February 2024, the Defendants have reaffirmed their willingness to execute the revised SLAs. Copies of the revised SLAs were provided to the Defendants to review independently. NBPOL is awaiting written consent and confirmations from the Defendants to sign the revised SLAs with NBPOL.

(b) **Chantico Ship Management Ltd ("Chantico") vs. SD Guthrie International Zwijndrecht Refinery B.V. (formerly known as Sime Darby Oils Zwijndrecht Refinery B.V.) ("SDGIZR")**

SDGIZR, an indirect wholly-owned subsidiary of the Company, is involved in litigation in respect of a vessel known as the mv Geraki (formerly known as mv Cap Thanos). This vessel was carrying vegetable oils for 9 different cargo owners (7 European cargo owners including SDGIZR, and 2 Algerian cargo owners). The percentage of SDGIZR's cargo on board was about 14.4%. The vessel was auctioned and in April 2011 was sold to Chantico. All cargo were eventually discharged in April/May 2013. Beginning in 2012, Chantico started various proceedings against the cargo owners.

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B. EXPLANATORY NOTES PURSUANT TO PARAGRAPH 9.22 OF THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (CONTINUED)

B10. Material litigation (continued)

Save as disclosed below, there were no pending material litigations against the Group which might materially and adversely affect the Group's financial position. (continued)

(b) Chantico Ship Management Ltd ("Chantico") vs. SD Guthrie International Zwijndrecht Refinery B.V. (formerly known as Sime Darby Oils Zwijndrecht Refinery B.V.) ("SDGIZR")

The following two lawsuits proceeded to trial:

(i) Proceedings before the Court of Piraeus which started in October 2014 ("Lawsuit 1")

The claims by Chantico are based on alleged actions in tort (i.e. alleged delay of discharge of cargo) and the current total amount claimed from all 9 cargo owners, jointly and severally, is EUR6 million (approximately RM30.3 million). The hearing for Lawsuit 1 concluded on 25 September 2018.

(ii) Proceedings before the Court of Piraeus which started in December 2015 ("Lawsuit 2")

The claim in these proceedings is based on the alleged damage to the vessel and loss of profit caused by the alleged actions in tort during transshipment and heating of the cargo. The claim against the 9 cargo owners and the third party, jointly and severally, amounts to EUR9.3 million (approximately RM47.0 million) and an additional claim was filed against all cargo owners, jointly and severally, of EUR380,000 (approximately RM1.9 million) for port and anchorage dues. The hearing for Lawsuit 2 concluded on 25 September 2018.

On 25 November 2020 the Court of Piraeus rendered its judgement dismissing all of Chantico's claims in Lawsuit 1 and Lawsuit 2. Chantico appealed to the Piraeus Court of Appeal and the appeals for Lawsuit 1 and Lawsuit 2 were heard on 17 November 2022. On 29 January 2024, SDGIZR was informed that the Piraeus Court of Appeal dismissed Chantico's appeal in both Lawsuit 1 and Lawsuit 2. The judgement of the Piraeus Court of Appeal is subject to appeal to the Supreme Court on issues of law only and the time limit to file an appeal is 60 days from the date of service of the judgment on Chantico. The time limit for filing the appeal to the Supreme Court against the judgement of the Piraeus Court of Appeal has now expired. The judgement of the Piraeus Court of Appeal is final and unappealable. Chantico's lawsuits are now dismissed. This matter is deemed closed and the provision made of EUR660,000 (approximately RM3.3 million) has been written back in this quarter.

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B. EXPLANATORY NOTES PURSUANT TO PARAGRAPH 9.22 OF THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (CONTINUED)**B11. Dividend**

The Board has declared an interim single tier dividend of 4.65 sen per share in respect of the financial year ending 31 December 2024 ("Interim Dividend"). The Interim Dividend which is not taxable in the hands of the shareholders pursuant to the paragraph 12B of Schedule 6 of the Income Tax Act 1967 will be paid on 15 November 2024 and the entitlement date for the dividend payment is 1 November 2024.

A depositor shall qualify for entitlement to the dividend only in respect of:

- (i) shares deposited into the depositor's securities account before 12.30 p.m. on 30 October 2024 in respect of shares which are exempted from mandatory deposit;
- (ii) shares transferred into the depositor's securities account before 4.30 p.m. on 1 November 2024 in respect of transfers;
- (iii) shares bought on Bursa Malaysia Securities Berhad on a cum entitlement basis according to the Rules of Bursa Malaysia Securities Berhad.

The dividends for the financial year ending 31 December 2024 are as follows:

	Year ending 31 December 2024		Year ended 31 December 2023	
	Net per share (sen)	RM'million	Net per share (sen)	RM'million
Interim dividend	4.65	322	3.25	225
Special dividend	-	-	5.70	394
Final dividend	-	-	6.05	418
	4.65	322	15.00	1,037

B12. Earnings per share

Basic earnings per share attributable to equity holders of the Company are computed as follows:

	Quarter ended 30 June		Half year-ended 30 June	
	2024	2023	2024	2023
Profit for the financial period	415	380	626	449
Weighted average number of ordinary shares in issue (million units)	6,916	6,916	6,916	6,916
Basic earnings per share (sen)	6.0	5.5	9.1	6.5

The diluted earnings per share of the Group is similar to the basic earnings per share as the Group does not have any material potential dilutive ordinary shares in issue.

By Order of the Board

Petaling Jaya
21 August 2024

Azrin Nashiha Abdul Aziz
Group Secretary