



PLS PLANTATIONS BERHAD

(Company No : 160032-K)

(Incorporated in Malaysia)

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

FOR THE PERIOD ENDED 30 JUNE 2020

(These figures have not been audited)

	Current 3 months ended		Cumulative 3 months ended	
	30.6.2020 RM'000	30.6.2019 RM'000	30.6.2020 RM'000	30.6.2019 RM'000
Revenue	21,934	17,715	21,934	17,715
Fair value gain in biological assets	326	153	326	153
Cost of sales*	(14,945)	(16,457)	(14,945)	(16,457)
Gross profit	7,315	1,411	7,315	1,411
Other income	596	802	596	802
Administrative expenses	(2,918)	(4,090)	(2,918)	(4,090)
Depreciation and amortisation	(411)	(414)	(411)	(414)
Results from operating activities	4,582	(2,291)	4,582	(2,291)
Interest income	1	14	1	14
Finance cost	(560)	(1,638)	(560)	(1,638)
Profit/(Loss) before taxation	4,023	(3,915)	4,023	(3,915)
Taxation	(1,214)	341	(1,214)	341
Net Profit/(Loss) for the period	2,809	(3,574)	2,809	(3,574)
Other comprehensive expense, net of tax	-	-	-	-
Total comprehensive income/(loss) for the period	2,809	(3,574)	2,809	(3,574)
Net Profit/(Loss) Attributable to:				
Owners of the parent	2,193	(2,379)	2,193	(2,379)
Non-controlling interests	616	(1,195)	616	(1,195)
Net Profit/(Loss) for the period	2,809	(3,574)	2,809	(3,574)
Total comprehensive income/(loss) attributable to:				
Owners of the parent	2,193	(2,379)	2,193	(2,379)
Non-controlling interests	616	(1,195)	616	(1,195)
Total comprehensive income/(loss) for the period	2,809	(3,574)	2,809	(3,574)
Earnings/(Losses) per share for net profit/(loss) attributable to owners of the parents :				
Basic (Sen)	0.63	(0.68)	0.63	(0.68)
Diluted (Sen)	N/A	N/A	N/A	N/A
Remark :				
* Included depreciation and amortization	2,859	2,947	2,859	2,947

The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Annual Financial Report for the Year Ended 31 March 2020.



PLS PLANTATIONS BERHAD

(Company No : 160032-K)
(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
FOR THE PERIOD ENDED 30 JUNE 2020**
(These figures have not been audited)

	30 June 2020 RM'000	(Audited) 31 March 2020 RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	24,320	9,736
Right-of-use assets	150,130	144,629
Intangible assets	17,922	17,922
Bearer plants	169,284	163,176
Biological assets	5,363	4,976
Investment properties	274	274
Deferred tax assets	295	295
Performance deposits	50,000	50,000
	417,588	391,008
Current assets		
Inventories	5,371	6,681
Biological assets	2,332	1,906
Trade, other receivables and prepayment	20,168	16,577
Tax recoverable	728	588
Fixed deposits with licensed banks	2,490	2,086
Cash and cash equivalents	6,663	3,905
	37,752	31,743
TOTAL ASSETS	455,340	422,751
EQUITY AND LIABILITIES		
Share capital	87,961	87,961
Warrant reserve	36,936	36,936
Retained earnings	64,939	62,746
Equity attributable to owners of the parent	189,836	187,643
Non-controlling interests	44,031	43,414
Total Equity	233,867	231,057
Non-current liabilities		
Lease liabilities	2,764	3,042
Bank term loan and borrowings	104,063	85,517
Deferred tax liabilities	47,307	46,137
	154,134	134,696
Current liabilities		
Trade and other payables	31,672	31,258
Contract liabilities	525	525
Amount due to directors	5,138	5,138
Lease liabilities	7,459	1,203
Bank term loan and borrowings	22,545	18,874
	67,339	56,998
Total liabilities	221,473	191,694
TOTAL EQUITY AND LIABILITIES	455,340	422,751
Net assets per share attributable to owners of the parent (RM)	0.5413	0.5351

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Annual Financial Report for the Year Ended 31 March 2020.



PLS PLANTATIONS BERHAD
(Company No : 160032-K)
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**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE PERIOD ENDED 30 JUNE 2020**

(These figures have not been audited)

	<----- Attributable to Owners of the Parent ----->				Non-controlling Interests	Total Equity
	Share Capital RM'000	<---- Non-Distributable ----> Warrant Reserve	Distributable Retained Earnings RM'000	Total RM'000		
At 1 April 2019,	87,961	-	106,015	193,976	46,450	240,426
Total comprehensive expense for the period			(2,379)	(2,379)	(1,195)	(3,574)
At 30 June 2019	87,961	-	103,636	191,597	45,255	236,852
At 1 April 2020,	87,961	36,936	62,746	187,643	43,415	231,058
Total comprehensive income for the period	-		2,193	2,193	616	2,809
At 30 June 2020	87,961	36,936	64,939	189,836	44,031	233,867

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Annual Financial Report for the Year Ended 31 March 2020.



PLS PLANTATIONS BERHAD

(Company No : 160032-K)
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**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE PERIOD ENDED 30 JUNE 2020**

(These figures have not been audited)

	Current Year To Date 30 June 2020 RM'000	Preceding Year Corresponding Period 30 June 2019 RM'000
Cash flows from operating activities		
Profit/(Loss) before tax	4,023	(3,915)
Adjustments for :-		
Non-cash items	3,290	3,218
Non-operating items	(349)	(206)
Net interest income	686	1,623
Operating profit/(loss) before working capital changes	7,650	720
Net changes in working capital	(1,999)	(3,741)
Net tax refund/(paid)	(184)	(55)
Net cash generated from/(used in) operating activities	5,467	(3,076)
Cash flows from investing activities		
Interest received	1	14
Proceeds from disposal of property, plant and equipment	-	155
Purchase of property, plant and equipment	(14,944)	(382)
Additions to bearer plants and biological assets	(8,010)	(1,723)
Net cash generated from/(used in) investing activities	(22,953)	(1,936)
Cash flows from financing activities		
Interest paid	(604)	(1,593)
Decrease/(Increase) in pledged deposits placed with licensed bank	(404)	-
Proceeds from drawdown of term loan	23,381	2,708
Repayment of term loan	(1,242)	(3,826)
Repayments of lease liabilities	(882)	(210)
Advances from director	-	7,451
Net cash generated from/(used in) financing activities	20,249	4,530
Net increase/(decrease) in cash and cash equivalents	2,763	(482)
Cash and cash equivalents at beginning of period	1,913	5,390
Cash and cash equivalents at end of period	4,676	4,908
Cash and cash equivalents included in the cash flow statement comprise the following :-		
Cash & bank balances	6,663	6,401
Fixed deposits with licenced bank	2,490	2,586
Less : Bank overdraft cum other banking facilities	(1,987)	(1,993)
Less : Fixed deposits pledged	(2,490)	(2,086)
	4,676	4,908

The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Annual Financial Report for the Year Ended 31 March 2020.



PLS PLANTATIONS BERHAD

(Company No : 160032-K)

(Incorporated in Malaysia)

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENT FOR THE PERIOD ENDED 30 JUNE 2020

(These figures have not been audited)

1. Basis of preparation

The condensed interim financial statements are unaudited and have been prepared in accordance with the requirements of Malaysian Financial Reporting Standards ("MFRS") 134 : Interim Financial Reporting issued by Malaysian Accounting Standards Board ("MASB") and paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Bhd. It should be read in conjunction with the audited consolidated financial statements of the Group for the financial year ended 31 March 2020.

The significant accounting policies and methods of computation adopted are consistent with those of the most recent audited financial statements for the year ended 31 March 2020 except for the adoption of new and amended MFRSs, IC Interpretations which are relevant to its operations and effective for the financial periods beginning on or after 1 April 2020. The adoption of these standards have not resulted in any material impact on the financial statements of the Group.

2. Qualification of audit report of the preceding annual financial statements

There was no qualification in the audited financial statements for the year ended 31 March 2020.

3. Seasonal or cyclical factors

The business operations of the Group are not mainly affected by any significant seasonal or cyclical factors.

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

There were no items affecting assets, liabilities, equity, net income or cash flows that are unusual because of their nature, size, or incidence during the quarter.

5. Changes in estimates of amounts reported in prior interim periods of the current financial year or in prior financial years

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

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

There were no issuance, cancellations, repurchases, resale and repayments of debt and equity securities for the Group during the current quarter and financial year-to-date.

7. Dividend paid

There was no dividend declared or paid for the current quarter ended 30 June 2020.

8. Segment information

	3 months ended 30 June		3 months ended 30 June	
	2020	2019	2020	2019
	RM'000	RM'000	RM'000	RM'000
Segment Revenue				
Plantation	16,628	13,153	16,628	13,153
Manufacturing and Trading	7,122	4,562	7,122	4,562
	23,750	17,715	23,750	17,715
Elimination of inter-segment revenue	(1,816)	-	(1,816)	-
Total	21,934	17,715	21,934	17,715
	-	-	-	-
Segment Results				
Construction	(888)	(1,140)	(888)	(1,140)
Plantation	5,193	(801)	5,193	(801)
Manufacturing and Trading	105	(494)	105	(494)
Investment Holding	(1)	-	(1)	-
Elimination	173	144	173	144
Operating (loss)/profit	4,582	(2,291)	4,582	(2,291)
	-	-	-	-
Interest income	1	14	1	14
Finance costs	(560)	(1,638)	(560)	(1,638)
(Loss)/Profit before tax	4,023	(3,915)	4,023	(3,915)
	-	-	-	-

**NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 30 JUNE 2020**

(These figures have not been audited)

9. Valuation of property, plant and equipment and bearer plant

There were no amendments in the valuations amount of land and buildings brought forward to current quarter as compared to the previous year annual report.

10. Material Events not reflected in the Financial Statements

No transaction or event of a material or unusual nature had occurred between 30 June 2020 and the date of this announcement.

11. Changes in the Composition of the Company

There was no other changes in the composition of the Group during the current quarter under review.

12. Changes in contingent liabilities

Contingent liabilities of the Group as at 30 June 2020 comprise of:

	Company	Group
	RM'000	RM'000
Bank Guarantees to third parties in respect of utilities security deposit	84	84
Corporate guarantee to subsidiary in respect of purchasing machineries	49	-
Corporate guarantee to subsidiary in respect of a term loan	80,753	-
Corporate guarantee to subsidiary in respect of a term financing facilities	1,986	-
	82,872	84

13. Capital commitments

The Group has the following commitments during the current quarter as follow :-

	Group
	RM'000
Capital expenditures for new planting of bearer plants and biological assets	
- Approved and contracted for	3,612
- Approved but not contracted for	9,203
	<u>12,815</u>
Capital expenditures for contract farming	
- Approved and contracted for	3,913
	<u>16,728</u>



PLS PLANTATIONS BERHAD

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**ADDITIONAL INFORMATION AS REQUIRED BY APPENDIX 9B OF BURSA MALAYSIA'S LISTING REQUIREMENTS
FOR THE PERIOD ENDED 30 JUNE 2020**

(These figures have not been audited)

1. Review of performance

	Current Year Cumulative Quarter	Preceding Year Corresponding Quarter	Changes	
			Amount	%
	30.6.2020	30.6.2019		
	RM'000	RM'000	RM'000	
Revenue	21,934	17,715	4,219	24%
Fair value change in biological assets	326	153	173	113%
Gross Profit	7,315	1,411	5,904	418%
Profit/(Loss) Before Interest and Tax	4,582	(2,291)	6,873	-300%
Profit/(Loss) Before Tax	4,023	(3,915)	7,938	-203%
Profit/(Loss) After Tax	2,809	(3,574)	6,383	-179%
Profit/(Loss) Attributable to Owner of the parent	2,193	(2,379)	4,572	-192%

For the period ended 30 June 2020, the Group registered a higher revenue of RM21.9 million and profit before tax of RM4.0 million as compared with the revenue of RM17.7 million and loss before tax of RM3.9 million in the previous corresponding year.

The increase in revenue as compared to the preceding year corresponding period mainly attributable to the increase in both the sales of FFB volume and average selling prices realised in the plantation division and also sales of frozen durian products under the manufacturing and trading division to oversea customers especially in China. Besides this, our newly acquired durian farm in Melaka and the recently executed contract farming lease agreements have also contributed to our current quarter revenue on the sales of fresh whole durian. In tandem with this, a profit before tax was registered as compared to loss before tax in the preceding year corresponding period.

Fresh Fruit Bunch ('FFB')

Sales Volume (in metric tonnes (MT))	31,533	28,074	3,459	12%
Average Selling Prices realised (in RM per MT)	452	379	73	19%

During the period under review, the Group's oil palm plantation recorded an increase in FFB sales volume by 12% to 31,533 metric tonnes (MT) (2020 Q1 : 28,074 MT) and the average selling prices realised for FFB increases about 19% to RM452 per MT (2020 Q1 : RM379 per MT) as compared to the previous corresponding year.

2. Comparison with preceding quarter results

	Current Year Quarter	Immediate Preceding Quarter	Changes	
			Amount	%
	30.6.2020	31.3.2020		
	RM'000	RM'000	RM'000	
Revenue	21,934	21,536	398	2%
Fair value change in biological assets	326	(828)	1,154	-139%
Gross Profit	7,315	1,882	5,433	289%
Profit/(Loss) Before Interest and Tax	4,582	(7,073)	11,655	-165%
Profit/(Loss) Before Tax	4,023	(8,657)	12,680	-146%
Profit/(Loss) After Tax	2,809	(7,799)	10,608	-136%
Profit/(Loss) Attributable to Owner of the parent	2,193	(5,599)	7,792	-139%

For the current quarter ended 30 June 2020, the Group reported a slightly increase in revenue to RM21.9 million as compared with the revenue of RM21.5 million in the preceding quarter. Besides this, the Group also registered a profit before tax of RM4.0 million as compared with a loss before tax of RM8.6 million in the immediate preceding quarter. The increase in the revenue and profit before tax for this current quarter were mainly attributable to the contribution made from oil palm plantation in plantation division. The loss of RM8.6 million in the preceding corresponding quarter has included an impairment loss of RM5.5 million for the Chipping Factory land and building with the Particle Board Plant due to cessation of said business operations.

ADDITIONAL INFORMATION AS REQUIRED BY APPENDIX 9B OF BURSA MALAYSIA'S LISTING REQUIREMENTS FOR THE PERIOD ENDED 30 JUNE 2020

(These figures have not been audited)

3. Current year prospects

The Group's objective remains focusing on its core plantations businesses especially in oil palm and durian plantation with its related manufacturing and trading businesses in order to diversify the Group's revenue and earnings streams.

With the prospects of the durian industry in Malaysia as well as promising potential of China market despite the uncertainty of the end of Covid-19 outbreak, the Board is more vigilant and optimistic that the Group venture into durian business will enable the Group to diversify its revenue stream and together with a higher Crude Palm Oil price will enhance the performance and the profitability for the remaining periods of the financial year ending 31 March 2021. To date, the Group has a total oil palm plantation planted of approximately 11,000 hectare and the Group has continued its replanting programme with other commercial viable species.

4. Profit forecast

Not applicable as no profit forecast was published.

5. Tax expense

	3 months ended 30 June 2020		3 months ended 30 June 2019	
	RM'000	RM'000	RM'000	RM'000
The tax expense comprises the following:				
Current tax				
- current year provision	44	-	44	-
Deferred tax	1,170	(341)	1,170	(341)
	1,214	(341)	1,214	(341)

6. Status of corporate proposal announced

Save for the proposals and corporate exercises disclosed below, there is no other corporate exercise which our Group has announced but is pending completion:

(a) On 25 October 2019, Maybank Investment Bank Berhad ("Maybank IB") and Astramina Advisory Sdn Bhd ("Astramina") wish to announce that the Company or PLS proposes to undertake the following:

(i) proposed issue of 175,350,000 new free warrants in PLS ("Warrants") on the basis of one (1) Warrant for every two (2) ordinary shares in PLS ("PLS Shares") held on an entitlement date to be determined by the Board at a later date ("Warrants Entitlement Date") ("Proposed Warrants Issue");

(ii) proposed renounceable rights issue of up to 1,052,100,000 new redeemable preference shares in PLS ("RPS") on the basis of two (2) RPS for every one (1) PLS Share held on an entitlement date to be determined by the Board at a later date ("Rights Entitlement Date") ("Proposed Rights Issue"); and

(iii) proposed amendments to the constitution of PLS ("Constitution") ("Proposed Amendments")

(Collectively referred to as "Proposals")

(b) On 11 December 2019, Maybank IB and Astramina wish to announce that the listing application in relation to the Proposed Warrants Issue and Proposed Rights Issue has been submitted to Bursa Securities.

(c) On 10 January 2020, Maybank IB and Astramina wish to announce that Bursa Securities had, vide its letter dated 9 January 2020 approved the following:

(i) admission of 175,350,000 Warrants and up to 1,052,100,000 RPS to the Official List of Bursa Securities; and

(ii) listing and quotation of the following on the Main Market of Bursa Securities: admission of 175,350,000 Warrants and up to 1,052,100,000 RPS to the Official List of Bursa Securities; and

(a) 175,350,000 Warrants;

(b) up to 175,350,000 Exercised Shares; and

(c) up to 1,052,100,000 RPS

The approval of Bursa Securities is subject to, among others, the following conditions:

(i) PLS and Maybank IB must fully comply with the relevant provisions under the Listing Requirements pertaining to the implementation of the Proposals;

(ii) PLS and Maybank IB to ensure that the issuance of securities pursuant to the Proposals will not aggravate the non-compliance of the public shareholding spread of PLS;

(iii) PLS and Maybank IB to inform Bursa Securities upon the completion of the Proposals;

ADDITIONAL INFORMATION AS REQUIRED BY APPENDIX 9B OF BURSA MALAYSIA'S LISTING REQUIREMENTS FOR THE PERIOD ENDED 30 JUNE 2020

(These figures have not been audited)

(iv) PLS and Maybank IB to furnish Bursa Securities with a written confirmation of the compliance with the terms and conditions of Bursa Securities' approval once the Proposals are completed; and

(v) PLS and Maybank IB to furnish Bursa Securities on a quarterly basis a summary of the total number of ordinary shares listed pursuant to the exercise of Warrants as at the end of each quarter together with a detailed computation of the listing fees payable.

(d) On 13 February 2020, Maybank IB and Astramina wish to announce that the exercise price of the Warrants has been fixed at RM0.80, representing a premium of RM0.0939 or approximately 13.30% to the five (5)-day VWAP of PLS Shares up to and including 12 February 2020, being the last trading day immediately preceding the price-fixing date for the Warrants Issue of RM0.7061 per PLS Share.

Maybank IB and Astramina also wish to announce that the deed poll constituting the 175,350,000 Warrants to be issued pursuant to the Warrants Issue has been executed.

(e) On 18 February 2020, Maybank IB and Astramina wish to announce that Bank Negara Malaysia ("BNM") had, vide its letter dated 11 February 2020, approved the issuance of the RPS of up to RM315.63 million to the non-resident shareholders of PLS pursuant to the Rights Issue based on the key terms of the RPS which are set out in the Appendix of the announcement ("BNM Approval").

The BNM Approval will be automatically revoked if:

(i) any information or documents submitted by PLS pursuant to the application to BNM or subsequent to the grant of the BNM Approval is found to be false, inaccurate, incomplete or misleading, or contains any errors or material omission;

(ii) the proceeds of the Rights Issue are used for purposes other than for :

(a) capital expenditure and general working capital required for the expansion of PLS's businesses; and

(b) repayment of borrowings with licensed domestic banks; and

(iii) PLS amends any of the terms of the Rights Issue including the use of proceeds without obtaining BNM's prior approval.

PLS is to also note that:

(i) PLS may redeem the RPS in foreign currency (other than in the national currency of Israel) or RM.

Notwithstanding the foregoing, where redemption is made in RM, the payment must be made into the external accounts of the non-resident shareholders of PLS;

(ii) any conversion of foreign currency into RM or vice versa must be carried out by a licensed domestic bank (i.e. Commercial bank, licensed investment bank or Islamic bank other than an international Islamic bank);

(iii) PLS must notify BNM of the date of issuance of the RPS and actual subscription amount by its non-resident shareholders after the RPS are issued; and

(iv) legal action may be taken against PLS under sub-section 214(9) of the Financial Services Act 2013 in the event PLS fails to comply with any of the above conditions in relation to the BNM Approval granted under the foreign exchange administration rules.

(f) On 6 March 2020, Maybank IB and Astramina wish to announce that the Warrants Issue has been completed following the admission of the warrants to the Official List of Bursa Securities and the listing and quotation of 175,350,000 Warrants

(g) On 18 June 2020, Maybank IB and Astramina wish to announce that the Company has submitted an application to Bursa Securities' to seek its approval for an extension of time of six (6) months from 9 July 2020 up to 8 January 2021 for the Company to implement the Rights Issue ("Application").

(h) On 24 June 2020, Maybank IB and Astramina are pleased to announce that Bursa Malaysia Securities Berhad had approved PLS's application.

7. Borrowing and debt securities

Total group borrowings are as follows:

	As at 30.6.2020 RM'000	As at 30.6.2019 RM'000
(a) Short term borrowings		
Amount repayable within one year		
Bank overdraft cum other banking facilities - secured	1,987	1,993
Bank term loan - secured	20,558	18,475
	22,545	20,468
(b) Long term borrowings		
Bank term loan - secured	104,063	79,117
	104,063	79,117
Total borrowings	126,608	99,585

The above borrowings are denominated in Ringgit Malaysia .

ADDITIONAL INFORMATION AS REQUIRED BY APPENDIX 9B OF BURSA MALAYSIA'S LISTING REQUIREMENTS FOR THE PERIOD ENDED 30 JUNE 2020

(These figures have not been audited)

8 Changes in material litigation

There is no changes with regards to the material litigation since the last annual report.

9 Basic earnings per share

	Current Year Quarter 30.6.2020 RM'000	Preceding Year Quarter 30.6.2019 RM'000	Current Year To Date 30.6.2020 RM'000	Preceding Year To Date 30.6.2019 RM'000
a) Basic earnings per share				
Net profit/(loss) for the period	2,193	(2,379)	2,193	(2,379)
<u>Weighted average number of ordinary shares in issue</u>	<u>'000</u>	<u>'000</u>	<u>'000</u>	<u>'000</u>
Ordinary shares issued at 1 April	350,700	350,700	350,700	350,700
Ordinary shares issued at 30 June	350,700	350,700	350,700	350,700
Basic earnings/(losses) per share (sen)	0.63	(0.68)	0.63	(0.68)
b) Diluted earnings per share				
Diluted earnings per share (sen)	N/A	N/A	N/A	N/A

10 Authorisation for issue

The interim financial statements were authorised for issue by the Board of Directors in accordance with the resolution of the director on 28 August 2019.

PLS PLANTATIONS BERHAD

BY ORDER OF THE BOARD

Date : 28th August 2019