



**PLS PLANTATIONS BERHAD**

(Company No : 198701001365 (160032-K))

(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME**

**FOR THE PERIOD ENDED 30 SEPTEMBER 2022**

(These figures have not been audited)

	Current 3 months ended		Cumulative 3 months ended	
	30.9.2022 RM'000	30.9.2021 RM'000	30.9.2022 RM'000	30.9.2021 RM'000
Revenue	37,752	49,846	37,752	49,846
Fair value gain in biological assets	(726)	1,263	(726)	1,263
Cost of sales*	(25,793)	(31,181)	(25,793)	(31,181)
<b>Gross profit</b>	<b>11,233</b>	<b>19,928</b>	<b>11,233</b>	<b>19,928</b>
Other income	299	276	299	276
Administrative expenses	(5,027)	(3,234)	(5,027)	(3,234)
Depreciation and amortisation	(289)	(227)	(289)	(227)
<b>Results from operating activities</b>	<b>6,216</b>	<b>16,743</b>	<b>6,216</b>	<b>16,743</b>
Interest income	89	10	89	10
Finance cost	(1,062)	(1,745)	(1,062)	(1,745)
Profit before taxation	5,243	15,008	5,243	15,008
Taxation	(2,402)	(3,994)	(2,402)	(3,994)
<b>Net Profit for the period</b>	<b>2,841</b>	<b>11,014</b>	<b>2,841</b>	<b>11,014</b>
<b>Other comprehensive expense, net of tax</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total comprehensive income for the period</b>	<b>2,841</b>	<b>11,014</b>	<b>2,841</b>	<b>11,014</b>
<b>Net Profit Attributable to:</b>				
Owners of the parent	1,993	7,988	1,993	7,988
Non-controlling interests	848	3,026	848	3,026
<b>Net Profit for the period</b>	<b>2,841</b>	<b>11,014</b>	<b>2,841</b>	<b>11,014</b>
<b>Total comprehensive income attributable to:</b>				
Owners of the parent	1,993	7,988	1,993	7,988
Non-controlling interests	848	3,026	848	3,026
<b>Total comprehensive income for the period</b>	<b>2,841</b>	<b>11,014</b>	<b>2,841</b>	<b>11,014</b>
<b>Earnings per share for net profit attributable to owners of the parents :</b>				
Basic (Sen)	0.50	2.00	0.50	2.00
Diluted (Sen)	0.48	1.89	0.48	1.89
<b>Remark :</b>				
* Included depreciation and amortization	3,769	3,052	3,769	3,052

The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Annual Financial Report for the Financial Year Ended 30 June 2022.

**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**  
**FOR THE PERIOD ENDED 30 SEPTEMBER 2022**  
(These figures have not been audited)

	30 September 2022 RM'000	(Audited) 30 June 2022 RM'000
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	31,009	30,218
Right-of-use assets	146,634	147,628
Intangible assets	18,482	18,508
Bearer plants	158,372	158,834
Biological assets	2,739	2,681
Investment properties	274	274
Deferred tax assets	20	20
Performance deposits	48,995	50,000
	<u>406,525</u>	<u>408,163</u>
<b>Current assets</b>		
Contract assets	4,560	4,334
Inventories	18,671	23,330
Biological assets	2,413	3,139
Trade, other receivables and prepayment	58,455	36,041
Amount due from holding company	33	17
Tax recoverable	873	1,558
Fixed deposits with licensed banks	3,176	2,582
Cash and cash equivalents	29,190	42,718
	<u>117,371</u>	<u>113,719</u>
<b>TOTAL ASSETS</b>	<b><u>523,896</u></b>	<b><u>521,882</u></b>
<b>EQUITY AND LIABILITIES</b>		
Share capital	134,345	134,345
Retained earnings	141,465	139,472
<b>Equity attributable to owners of the parent</b>	<u>275,810</u>	<u>273,817</u>
Non-controlling interests	55,883	55,035
<b>Total Equity</b>	<u>331,693</u>	<u>328,852</u>
<b>Non-current liabilities</b>		
Lease liabilities	3,253	4,334
Bank term loan and borrowings	67,497	66,966
Deferred tax liabilities	65,255	65,683
	<u>136,005</u>	<u>136,983</u>
<b>Current liabilities</b>		
Trade and other payables	22,090	20,357
Dividend payable	-	1,005
Amount due to directors	5,627	5,417
Lease liabilities	2,382	2,481
Bank term loan and borrowings	21,850	24,969
Taxation	4,249	1,818
	<u>56,198</u>	<u>56,047</u>
<b>Total liabilities</b>	<u>192,203</u>	<u>193,030</u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b><u>523,896</u></b>	<b><u>521,882</u></b>
Net assets per share attributable to owners of the parent (RM)	0.6901	0.6851

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Annual Financial Report for the Financial Year Ended 30 June 2022.



**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
 FOR THE PERIOD ENDED 30 SEPTEMBER 2022**

(These figures have not been audited)

	<--- Attributable to Owners of the Parent ----->			Non- controlling Interests	Total Equity
	Share Capital RM'000	Distributable Retained Earnings RM'000	Total RM'000	RM'000	RM'000
<b>At 1 July 2021,</b>	134,345	112,161	246,506	47,608	294,114
<b>Transactions with Owners of the Company</b>					
Subscription of shares by non-controlling interests	-	-	-	0	0
Acquisition of subsidiaries	-	-	-	781	781
Dividend paid to non-controlling interests	-	-	-	(1,005)	(1,005)
<b>Total transactions with Owner of the Company</b>	-	-	-	(224)	(224)
Total comprehensive income for the period	-	27,311	27,311	7,651	34,962
<b>At 30 June 2022</b>	<b>134,345</b>	<b>139,472</b>	<b>273,817</b>	<b>55,035</b>	<b>328,852</b>
<b>At 1 July 2022,</b>	134,345	139,472	273,817	55,035	328,852
Total comprehensive income for the period	-	1,993	1,993	848	2,841
<b>At 30 September 2022</b>	<b>134,345</b>	<b>141,465</b>	<b>275,810</b>	<b>55,883</b>	<b>331,693</b>

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Annual Financial Report for the Financial Year Ended 30 June 2022.



**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS**  
**FOR THE PERIOD ENDED 30 SEPTEMBER 2022**

(These figures have not been audited)

	<b>Current Year To Date 30 September 2022 RM'000</b>	<b>Preceding Year Corresponding Period 30 September 2021 RM'000</b>
<b>Cash flows from operating activities</b>		
Profit/(Loss) before tax	5,243	15,008
Adjustments for :-		
Non-cash items	3,966	3,698
Non-operating items	660	(1,262)
Net interest income	1,038	1,457
Operating profit/(loss) before working capital changes	10,907	18,901
Net changes in working capital	(16,154)	(34,344)
Net tax refund/(paid)	287	307
<b>Net cash generated from/(used in ) operating activities</b>	(4,960)	(15,136)
<b>Cash flows from investing activities</b>		
Interest received	-	10
Proceeds from disposal of property, plant and equipment	64	-
Purchase of property, plant and equipment	(1,488)	(760)
Additions to bearer plants and biological assets	(1,031)	(935)
<b>Net cash generated from/(used in ) investing activities</b>	(2,455)	(1,685)
<b>Cash flows from financing activities</b>		
Interest paid	(1,031)	(1,504)
Decrease/(Increase) in pledged deposits placed with licensed bank	(594)	(6,249)
Proceeds from drawdown of term loan and borrowing	6,619	32,629
Repayment of term loan	(8,839)	(5,616)
Repayments of lease liabilities	(1,947)	(1,252)
(Repayment)/Advance from holding company	(16)	10
(Repayment)/Advances from Directors	147	(500)
<b>Net cash generated from/(used in ) financing activities</b>	(5,661)	17,518
<b>Net increase/(decrease) in cash and cash equivalents</b>	(13,076)	697
<b>Cash and cash equivalents at beginning of period</b>	41,987	38,197
<b>Cash and cash equivalents at end of period</b>	28,911	38,894
Cash and cash equivalents included in the cash flow statement comprise the following :-		
Cash & bank balances	29,190	38,894
Fixed deposits with licenced bank	3,176	10,438
Less : Bank overdraft cum other banking facilities	(279)	-
Less : Fixed deposits pledged	(3,176)	(10,438)
	<b>28,911</b>	<b>38,894</b>

The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Annual Financial Report for the Financial Year Ended 30 June 2022.

**NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS  
FOR THE PERIOD ENDED 30 SEPTEMBER 2022**

(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 30 June 2022.

The significant accounting policies and methods of computation adopted are consistent with those of the most recent audited financial statements for the financial year ended 30 June 2022 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 July 2022. The adoption of these accounting pronouncements are not expected to have any effect to the financial statements of the Group and the Company upon its initial applications.

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

There was no qualification in the audited financial statements for the year ended 30 June 2022.

**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 September 2022.

**8. Segment information**

	3 months ended 30 September		3 months ended 30 September	
	2022	2021	2022	2021
	RM'000	RM'000	RM'000	RM'000
<b>Segment Revenue</b>				
Construction	4,433	4,457	4,433	4,457
Plantation	21,774	28,854	21,774	28,854
Manufacturing and Trading	11,784	16,771	11,784	16,771
	37,991	50,082	37,991	50,082
Elimination of inter-segment revenue	(240)	(236)	(240)	(236)
Total	37,752	49,846	37,752	49,846
<b>Segment Results</b>				
Construction	973	1,830	973	1,830
Plantation	6,875	15,323	6,875	15,323
Manufacturing and Trading	(51)	1,430	(51)	1,430
Investment Holding	(1,557)	(4)	(1,557)	(4)
Other	(0)	(3)	(0)	(3)
Elimination	(24)	(1,832)	(24)	(1,832)
Operating profit	6,216	16,743	6,216	16,743
Interest income	89	10	89	10
Finance costs	(1,062)	(1,745)	(1,062)	(1,745)
Profit before tax	5,243	15,008	5,243	15,008

**NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS  
FOR THE PERIOD ENDED 30 SEPTEMBER 2022**

(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 September 2022 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 September 2022 comprise of:

	Company RM'000	Group RM'000
Bank Guarantees to third parties in respect of utilities security deposit	84	84
Corporate guarantee to subsidiary in respect of trade working capital facilities held by a subsidiary	8,677	
Corporate guarantee to subsidiary in respect of term loans and financing facilities held by subsidiaries	71,825	-
	<b>80,586</b>	<b>84</b>

**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	2,194
- Approved but not contracted for	21,218
	<b>23,412</b>

**ADDITIONAL INFORMATION AS REQUIRED BY APPENDIX 9B OF BURSA MALAYSIA'S LISTING REQUIREMENTS  
FOR THE PERIOD ENDED 30 SEPTEMBER 2022**

(These figures have not been audited)

**1 (a). Review of performance for financial year to date**

	Current Year Cumulative Quarter	Preceding Year Corresponding Quarter	Changes	
			Amount	%
	<b>30.9.2022</b>	<b>30.9.2021</b>		
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	
Revenue	37,752	49,846	(12,094)	-24%
Fair value change in biological assets	(726)	1,263	(1,989)	-157%
Gross Profit	11,233	19,928	(8,695)	-44%
Profit/(Loss) Before Interest and Tax	6,216	16,743	(10,527)	-63%
Profit/(Loss) Before Tax	5,243	15,008	(9,765)	-65%
Profit/(Loss) After Tax	2,841	11,014	(8,173)	-74%
Profit/(Loss) Attributable to Owner of the parent	1,993	7,988	(5,995)	-75%

For the current quarter ended 30 September 2022, the Group registered a lower revenue of RM37.8 million as compared with RM49.8 million in the preceding year corresponding quarter. Consistently the Group also reported a lower profit before tax of RM5.2 million as compared with RM15.0 million in the preceding year corresponding quarter.

The decrease in revenue was mainly attributed to lower contribution from the sales of FFB due to lower volume and lower average selling price in the plantation segment and the lower sales volume for durian products under the manufacturing and trading segment to overseas customers in China. The continuing progress billings under the construction segment and timber harvesting trading contributed to revenue in the current quarter. Lower revenue had significantly impacted profit before tax as expenditure levels in the current quarter were similar to the preceding year corresponding quarter.

**Fresh Fruit Bunch ('FFB')**

	Current Year Cumulative Quarter	Preceding Year Corresponding Quarter	Changes	
			Amount	%
	<b>30.9.2022</b>	<b>30.9.2021</b>		
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	
Sales Volume (in metric tonnes (MT))	24,974	29,736	(4,762)	-16%
Average Selling Prices realised (in RM per MT)	859	946	(87)	-9%

During the period under review, the Group's oil palm plantation recorded a decrease in FFB sales volume by 16% to 24,974 metric tonnes (MT) (2022 Q1 : 29,736 MT) and the average selling prices realised for FFB decreases about 9% to RM859 per MT (2022 Q1 : RM946 per MT) as compared to the previous corresponding year.

**1 (b). Review of performance for current quarter**

	Current Year Quarter	Preceding Year Corresponding Quarter	Changes	
			Amount	%
	<b>30.9.2022</b>	<b>30.9.2021</b>		
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	
Revenue	37,752	49,846	(12,094)	-24%
Fair value change in biological assets	(726)	1,263	(1,989)	-157%
Gross Profit	11,233	19,928	(8,695)	-44%
Profit/(Loss) Before Interest and Tax	6,216	16,743	(10,527)	-63%
Profit/(Loss) Before Tax	5,243	15,008	(9,765)	-65%
Profit/(Loss) After Tax	2,841	11,014	(8,173)	-74%
Profit/(Loss) Attributable to Owner of the parent	1,993	7,988	(5,995)	-75%

The review of performance for the current year to date as compared the preceding year corresponding quarter are similar to the above, please refer to 1(a).

**ADDITIONAL INFORMATION AS REQUIRED BY APPENDIX 9B OF BURSA MALAYSIA'S LISTING REQUIREMENTS**

**FOR THE PERIOD ENDED 30 SEPTEMBER 2022**

(These figures have not been audited)

**2. Comparison with preceding quarter results**

Current Year Quarter	Immediate Preceding Quarter	Changes		
		Amount	%	
<b>30.9.2022</b>	<b>30.6.2022</b>			
<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>		
Revenue	37,752	44,835	(7,083)	-16%
Fair value change in biological assets	(726)	(5,150)	4,424	-86%
Gross Profit	11,233	16,130	(4,897)	-30%
Profit/(Loss) Before Interest and Tax	6,216	6,114	102	2%
Profit/(Loss) Before Tax	5,243	4,836	407	8%
Profit/(Loss) After Tax	2,841	649	2,192	338%
Profit/(Loss) Attributable to Owner of the parent	1,993	(417)	2,410	-578%

For the current quarter ended 30 September 2022, the Group registered a lower revenue of RM37.8 million as compared to RM44.8 million in the immediate preceding quarter. Despite a lower revenue, the Group reported a higher profit before tax of RM5.2 million in the current quarter as compared to RM4.8 million in the immediate preceding quarter. This is mainly due to the Group recognised an impairment of right-of-use assets and provision for doubtful debts amounting to RM4.3 million in the immediate preceding quarter. A lower negative fair value change in biological assets of RM0.7 million in the current quarter as compared to the immediate preceding quarter of RM5.2 million also contributed to a higher profit before tax in the current quarter.

**3. Current year prospects**

The Group remained focus on its core oil palm, durian plantation contracting works and its related durian businesses in manufacturing and trading. Plans are underway to diversify further into cash crops and timber products activities to increase its revenue and earnings.

As the Group expand into the agrofood industry, it remains vigilant of the macroeconomic headwinds due to a global recession outlook. In addition, it is also tempering prospects due to expectations of lower Crude Palm Oil prices and a slower market environment. However, growth is likely to be sustained by the reopening of the China market.

The Board is optimistic of the Group's performance and profitability for the financial year ending 2023 as it makes progress in the volume of durian exportation to China, resolve the labour shortage issues in its oil palm plantation and increase its timber products activities. On 15th of November this year, the Group sealed an exclusive distributorship with China's COFCO Food Import CO., Ltd.

To date, the Group has a total planted oil palm plantation area of approximately 10,500 hectares and 28 hectares of mature durian plantation. The Group is focused on three main areas of cash crops, upstream and downstream durian portfolios and will continue on reforestation work for sustainable timber products.

**4. Profit forecast**

Not applicable as no profit forecast was published.

**5. Tax expense**

	3 months ended 30 September		3 months ended 30 September	
	2022	2021	2022	2021
	RM'000	RM'000	RM'000	RM'000
The tax expense comprises the following:				
Current tax				
- current year provision	2,830	476	2,830	476
Deferred tax	(428)	3,518	(428)	3,518
	<b>2,402</b>	<b>3,994</b>	<b>2,402</b>	<b>3,994</b>

**6. Status of corporate proposal announced**

There is no other corporate exercise which our Group has announced but is pending completion as at the date of this report.

**7. Borrowing and debt securities**

Total group borrowings are as follows:

	As at	As at
	30.9.2022	30.9.2021
	RM'000	RM'000
<b>(a) Short term borrowings</b>		
<i>Amount repayable within one year</i>		
Bank overdraft cum other banking facilities - secured	5,767	-
Bank term loan - secured	16,083	55,034
	<b>21,850</b>	<b>55,034</b>
<b>(b) Long term borrowings</b>		
Bank term loan - secured	67,497	86,371
	<b>67,497</b>	<b>86,371</b>
<b>Total borrowings</b>	<b>89,347</b>	<b>141,405</b>

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 SEPTEMBER 2022**

(These figures have not been audited)

**8 Changes in material litigation**

The Company ('Claimant') vs. Josu Engineering Construction Sdn Bhd ("Respondent" or "Josu")

On 19 October 2022, the leave applications filed by the Company came up for case management before the learned Deputy Registrar. The Federal Court was informed that the Court of Appeal has yet to provide the parties with the Grounds of Judgment. Nevertheless, the Federal Court proceeded to fix the leave applications for Hearing on 2 February 2023 and handed down directions for the purposes of filing common core bundles and written submissions.

**9 Basic earnings per share**

	<b>Current Year Quarter 30.9.2022</b>	<b>Preceding Year Quarter 30.9.2021</b>	<b>Current Year To Date 30.9.2022</b>	<b>Preceding Year To Date 30.9.2021</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
<b>a) Basic earnings per share</b>				
Net profit for the period	1,993	7,988	1,993	7,988
<b><u>Weighted average number of ordinary shares in issue</u></b>	<b><u>'000</u></b>	<b><u>'000</u></b>	<b><u>'000</u></b>	<b><u>'000</u></b>
Ordinary shares issued at 1 July	399,656	399,656	399,656	399,656
Weighted average number of ordinary shares in issue	-	-	-	-
Ordinary shares issued at 30 September	399,656	399,656	399,656	399,656
Basic earnings/(losses) per share (sen)	0.50	2.00	0.50	2.00
<b>b) Diluted earnings per share</b>				
Net profit for the period	1,993	7,988	1,993	7,988
<b><u>Weighted average number of ordinary shares in issue</u></b>	<b><u>'000</u></b>	<b><u>'000</u></b>	<b><u>'000</u></b>	<b><u>'000</u></b>
Weighted average number of ordinary shares for basis earnings per share in a) above	399,656	399,656	399,656	399,656
Potential dilution ordinary shares for weighted average number of unexercised warrants issued	13,378	23,245	13,378	23,245
	413,034	422,901	413,034	422,901
Diluted earnings per share (sen)	0.48	1.89	0.48	1.89

**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 25 November 2022.

**PLS PLANTATIONS BERHAD**

BY ORDER OF THE BOARD

Date : 25th November 2022