

GENTING PLANTATIONS REPORTS SECOND QUARTER AND FIRST HALF 2022 FINANCIAL RESULTS

KUALA LUMPUR, Aug 24 – Genting Plantations Berhad today reported its financial results for the second quarter (“2Q 2022”) and first half (“1H 2022”) ended 30 June 2022.

The Group registered higher year-on-year revenue for 2Q 2022 and for 1H 2022 on the back of strengthening palm product prices, which more than compensated for the lower fresh fruit bunch (“FFB”) production and sales volume of refined palm products.

The Group’s achieved crude palm oil price in 2Q 2022 and 1H 2022 were RM4,907 per metric tonne (“mt”) and RM4,860 per mt respectively, whilst palm kernel price in 2Q 2022 and 1H 2022 were RM3,484 per mt and RM3,777 per mt respectively.

The Group’s FFB production in 2Q 2022 and 1H 2022 were lower year-on-year as persistent wet weather affected harvester outturn while certain estates were faced with logistic issues as heavy rainfall caused flooding and damaged access roads, particularly in Indonesia. In addition, Malaysia continued with its replanting programme which led to a reduction in harvesting area.

EBITDA for the Plantation segment for 2Q 2022 and 1H 2022 surged year-on-year, bolstered by higher palm products prices though moderated by a decline in FFB production.

The Property segment's EBITDA for 2Q 2022 declined year-on-year due to lower margins, in spite of the higher revenue attained. EBITDA for 1H 2022 was also lower year-on-year, in tandem with lower sales and revenue.

Notwithstanding higher revenue for 2Q 2022, the AgTech segment’s losses was comparable year-on-year on account of higher research and development expenditure. Meanwhile, its losses for 1H 2022 narrowed year-on-year in line with higher revenue.

EBITDA for the Downstream Manufacturing segment for 2Q 2022 was marginally lower year-on-year owing to lower sales volume. Nevertheless, EBITDA for 1H 2022 improved year-on-year on account of higher margins but was moderated by lower sales volume.

The Group’s prospects for the second half of 2022 (“2H 2022”) will track the performance of its mainstay Plantation segment, which is in turn dependent principally on the movements in palm products prices and the Group’s FFB production.

In the short run, the Group expects palm oil prices to remain under pressure from the mounting stockpile in Indonesia as a result of its export ban. The Indonesian government has since introduced various measures to ease the swelling stockpile, which may provide some support to palm oil prices.

While FFB production was weaker in 1H 2022, the Group anticipates an improvement in 2H 2022 with favourable age profile and additional harvesting area in Indonesia, barring any weather anomalies. Nevertheless, the production growth may be moderated by the on-going replanting activities in Malaysia.

For the Property segment, the Group will continue to offer products which cater to a broader market segment. Meanwhile, the Premium Outlets® are expected to continue performing well in 2H 2022 hinging on the recovery of the tourism sector.

The AgTech segment will continue to unlock value by leveraging on new technologies to augment the development of optimised genomics-based next generation planting materials and biological solutions for plant and soil health to improve yields.

Consequential to the elevated stockpile and substantial reduction of export taxes in Indonesia, the Downstream Manufacturing segment is expected to face stiff competition for both its palm based biodiesel and refined palm products over the short term.

The Board of Directors has declared an interim single-tier dividend of 15.0 sen per ordinary share. In comparison, the interim single-tier dividend declared for the corresponding period of 2021 amounted to 11.0 sen per ordinary share.

A summary of the quarterly results is shown in Table 1.

TABLE 1:

RM' Million	2Q 2022	2Q 2021	%	1H 2022	1H 2021	%
Revenue						
Plantation	732.3	508.4	+44	1,297.9	870.3	+49
Property	33.2	30.7	+8	49.7	54.6	-9
AgTech	3.9	1.3	>100	7.0	1.6	>100
Downstream Manufacturing	501.3	425.7	+18	654.0	675.5	-3
	1,270.7	966.1	+32	2,008.6	1,602.0	+25
Inter segment	(224.9)	(176.0)	-28	(432.4)	(275.3)	-57
Revenue - external	1,045.8	790.1	+32	1,576.2	1,326.7	+19
Adjusted EBITDA						
Plantation	369.0	232.3	+59	618.9	387.5	+60
Property	9.0	9.9	-9	10.6	14.9	-29
AgTech	(0.6)	(0.6)	-	(0.7)	(1.4)	+50
Downstream Manufacturing	23.6	24.0	-2	27.3	18.1	+51
Others*	8.2	2.8	>100	9.7	8.8	+10
	409.2	268.4	+52	665.8	427.9	+56
EBITDA	409.6	250.9	+63	665.8	409.9	+62
Profit before tax	334.1	169.9	+97	515.7	256.9	>100
Profit for the financial period	244.4	121.2	>100	375.9	183.9	>100
Basic EPS (sen)	24.90	11.66	>100	37.90	18.77	>100

**Changes in the "Others" category mainly reflect the impact from foreign currency translation position arising from foreign exchange movements.*

About Genting Plantations Berhad

Genting Plantations, a subsidiary of Genting Berhad, commenced operations in 1980. It has a landbank of about 64,600 hectares in Malaysia and some 178,900 hectares (including the *Plasma* scheme) in Indonesia held through joint ventures. It owns seven oil mills in Malaysia and five in Indonesia, with a total milling capacity of 665 metric tonnes per hour. In addition, the Group has ventured into the manufacturing of downstream palm-based products.

Genting Plantations has also diversified into property development to unlock the value of its strategically located landbank and has invested significantly in agriculture technology to provide total solutions and services to our Group's core agri-business in optimising yield, improving operating efficiency, enabling traceability and enhancing sustainability.

For more information, visit www.gentingplantations.com.

~ END OF RELEASE ~

SECOND QUARTERLY REPORT

Quarterly report on consolidated results for the second quarter ended 30 June 2022. The figures have not been audited.

**CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2022**

	INDIVIDUAL QUARTER		CUMULATIVE PERIOD	
	Current Year Quarter 30/06/2022 RM'000	Preceding Year Corresponding Quarter 30/06/2021 RM'000	Current Year To-Date 30/06/2022 RM'000	Preceding Year Corresponding Period 30/06/2021 RM'000
Revenue	1,045,795	790,114	1,576,227	1,326,690
Cost of sales	<u>(645,639)</u>	<u>(529,923)</u>	<u>(942,043)</u>	<u>(925,921)</u>
Gross profit	400,156	260,191	634,184	400,769
Other income	9,244	8,510	20,281	18,570
Other expenses	<u>(69,935)</u>	<u>(74,920)</u>	<u>(122,313)</u>	<u>(125,077)</u>
Other gains/(losses)	<u>7,578</u>	<u>(824)</u>	<u>9,553</u>	<u>2,001</u>
Profit from operations	347,043	192,957	541,705	296,263
Finance cost	<u>(26,270)</u>	<u>(23,554)</u>	<u>(49,361)</u>	<u>(46,680)</u>
Share of results in joint ventures and associates	<u>13,340</u>	<u>515</u>	<u>23,374</u>	<u>7,315</u>
Profit before taxation	334,113	169,918	515,718	256,898
Taxation	<u>(89,756)</u>	<u>(48,714)</u>	<u>(139,861)</u>	<u>(73,029)</u>
Profit for the financial period	<u>244,357</u>	<u>121,204</u>	<u>375,857</u>	<u>183,869</u>
Profit attributable to:				
Equity holders of the Company	223,434	104,632	340,078	168,364
Non-controlling interests	<u>20,923</u>	<u>16,572</u>	<u>35,779</u>	<u>15,505</u>
	<u>244,357</u>	<u>121,204</u>	<u>375,857</u>	<u>183,869</u>
Earnings per share (sen) for profit attributable to equity holders of the Company:				
- Basic	<u>24.90</u>	<u>11.66</u>	<u>37.90</u>	<u>18.77</u>
- Diluted	<u>24.90</u>	<u>11.66</u>	<u>37.90</u>	<u>18.77</u>

(The Condensed Consolidated Statement of Profit or Loss should be read in conjunction with the audited financial statements for the financial year ended 31 December 2021)



**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2022**

	INDIVIDUAL QUARTER		CUMULATIVE PERIOD	
	Current Year Quarter 30/06/2022 RM'000	Preceding Year Corresponding Quarter 30/06/2021 RM'000	Current Year To-Date 30/06/2022 RM'000	Preceding Year Corresponding Period 30/06/2021 RM'000
Profit for the financial period	244,357	121,204	375,857	183,869
Other comprehensive income/ (loss), net of tax:				
Items that will not be reclassified subsequently to profit or loss:				
Changes in the fair value of equity investments at fair value through other comprehensive income	(13,815)	-	(16,590)	-
Actuarial loss on retirement benefit liability	-	(51)	-	(51)
	<u>(13,815)</u>	<u>(51)</u>	<u>(16,590)</u>	<u>(51)</u>
Items that will be reclassified subsequently to profit or loss:				
Cash flow hedge				
- Fair value changes	10,418	(7,587)	(10,465)	(4,026)
- Reclassifications	2,515	3,485	6,637	4,984
	<u>12,933</u>	<u>(4,102)</u>	<u>(3,828)</u>	<u>958</u>
Foreign currency translation differences	3,888	6,743	36	(5,168)
	<u>16,821</u>	<u>2,641</u>	<u>(3,792)</u>	<u>(4,210)</u>
Other comprehensive income/(loss) for the financial period, net of tax	<u>3,006</u>	<u>2,590</u>	<u>(20,382)</u>	<u>(4,261)</u>
Total comprehensive income for the financial period	<u>247,363</u>	<u>123,794</u>	<u>355,475</u>	<u>179,608</u>
Total comprehensive income attributable to:				
Equity holders of the Company	235,062	108,005	328,187	172,746
Non-controlling interests	12,301	15,789	27,288	6,862
	<u>247,363</u>	<u>123,794</u>	<u>355,475</u>	<u>179,608</u>

(The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the audited financial statements for the financial year ended 31 December 2021)



GENTING
PLANTATIONS

**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2022**

	As at 30/06/2022 RM'000	Audited As at 31/12/2021 RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	4,414,945	4,365,289
Land held for property development	374,897	365,401
Investment properties	21,667	21,944
Right-of-use assets	965,282	965,770
Intangible assets	27,854	25,697
Joint ventures	268,213	244,853
Associates	12,268	14,004
Financial assets at fair value through profit or loss	4,065	3,731
Financial assets at fair value through other comprehensive income	13,111	26,371
Derivative financial instruments	1,907	-
Other non-current assets	186,107	173,803
Deferred tax assets	66,468	46,977
	<u>6,356,784</u>	<u>6,253,840</u>
Current assets		
Property development costs	6,138	11,480
Inventories	305,338	180,184
Produce growing on bearer plants	16,961	12,472
Tax recoverable	12,700	15,628
Trade and other receivables	614,286	634,260
Amounts due from joint ventures, associates and other related companies	1,631	955
Derivative financial instruments	3,014	7,536
Restricted cash	18,302	17,265
Cash and cash equivalents	1,728,496	1,630,330
	<u>2,706,866</u>	<u>2,510,110</u>
TOTAL ASSETS	<u>9,063,650</u>	<u>8,763,950</u>

(The Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited financial statements for the financial year ended 31 December 2021)



GENTING
PLANTATIONS

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2022 *(Continued)*

	As at 30/06/2022 RM'000	Audited As at 31/12/2021 RM'000
EQUITY AND LIABILITIES		
Equity attributable to equity holders of the Company		
Share capital	1,724,016	1,724,016
Treasury shares	(1,372)	(1,372)
Reserves	3,584,180	3,426,461
	<u>5,306,824</u>	<u>5,149,105</u>
Non-controlling interests	172,014	146,635
Total equity	5,478,838	5,295,740
Non-current liabilities		
Borrowings	2,131,685	2,171,911
Lease liabilities	6,881	7,776
Provisions	68,003	57,621
Derivative financial instruments	-	1,154
Deferred tax liabilities	421,615	385,221
Other non-current liabilities	1,715	1,468
	<u>2,629,899</u>	<u>2,625,151</u>
Current liabilities		
Trade and other payables	460,190	430,960
Amounts due to ultimate holding and other related companies	621	3,561
Borrowings	387,296	345,132
Lease liabilities	2,473	2,369
Derivative financial instruments	28,097	19,924
Taxation	76,236	41,113
	<u>954,913</u>	<u>843,059</u>
Total liabilities	3,584,812	3,468,210
TOTAL EQUITY AND LIABILITIES	9,063,650	8,763,950
NET ASSETS PER SHARE (RM)	5.91	5.74

(The Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited financial statements for the financial year ended 31 December 2021)



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

	<----- Attributable to equity holders of the Company ----->								
	Share Capital	Fair Value Reserve	Reserve on Exchange Differences	Cash Flow Hedge Reserve	Treasury Shares	Retained Earnings	Total	Non- controlling Interests	Total Equity
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
At 1 January 2022	1,724,016	(81,816)	(240,972)	(12,437)	(1,372)	3,761,686	5,149,105	146,635	5,295,740
Profit for the financial period	-	-	-	-	-	340,078	340,078	35,779	375,857
Other comprehensive income/(loss)	-	(16,590)	10,137	(5,438)	-	-	(11,891)	(8,491)	(20,382)
Total comprehensive income/(loss) for the financial period	-	(16,590)	10,137	(5,438)	-	340,078	328,187	27,288	355,475
Dividends paid to non-controlling interests	-	-	-	-	-	-	-	(1,909)	(1,909)
Appropriation:									
- Special single-tier dividend paid for the financial year ended 31 December 2021 (15.0 sen)	-	-	-	-	-	(134,580)	(134,580)	-	(134,580)
- Final single-tier dividend paid for the financial year ended 31 December 2021 (4.0 sen)	-	-	-	-	-	(35,888)	(35,888)	-	(35,888)
	-	-	-	-	-	(170,468)	(170,468)	-	(170,468)
At 30 June 2022	1,724,016	(98,406)	(230,835)	(17,875)	(1,372)	3,931,296	5,306,824	172,014	5,478,838

(The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the audited financial statements for the financial year ended 31 December 2021)



CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2022 *(Continued)*

	<----- Attributable to equity holders of the Company ----->								
	Share Capital	Fair Value Reserve	Reserve on Exchange Differences	Cash Flow Hedge Reserve	Treasury Shares	Retained Earnings	Total	Non- controlling Interests	Total Equity
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
At 1 January 2021	1,724,016	(84,586)	(263,493)	(22,896)	(1,372)	3,563,257	4,914,926	122,729	5,037,655
Profit for the financial period	-	-	-	-	-	168,364	168,364	15,505	183,869
Other comprehensive income/(loss)	-	-	1,726	2,720	-	(64)	4,382	(8,643)	(4,261)
Total comprehensive income for the financial period	-	-	1,726	2,720	-	168,300	172,746	6,862	179,608
Dividends paid to non-controlling interests	-	-	-	-	-	-	-	(1,297)	(1,297)
Appropriation:									
- Special single-tier dividend paid for the financial year ended 31 December 2020 (11.0 sen)	-	-	-	-	-	(98,691)	(98,691)	-	(98,691)
- Second interim single-tier dividend paid for the financial year ended 31 December 2020 (4.0 sen)	-	-	-	-	-	(35,888)	(35,888)	-	(35,888)
	-	-	-	-	-	(134,579)	(134,579)	-	(134,579)
At 30 June 2021	<u>1,724,016</u>	<u>(84,586)</u>	<u>(261,767)</u>	<u>(20,176)</u>	<u>(1,372)</u>	<u>3,596,978</u>	<u>4,953,093</u>	<u>128,294</u>	<u>5,081,387</u>

(The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the audited financial statements for the financial year ended 31 December 2021)

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

	Current Year To-Date 30/06/2022 RM'000	Preceding Year Corresponding Period 30/06/2021 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	515,718	256,898
Adjustments for:		
Depreciation and amortisation	139,284	122,745
Finance cost	49,361	46,680
Interest income	(15,159)	(9,120)
Investment income	-	(5,757)
Net surplus arising from government acquisition	(738)	-
Net unrealised foreign exchange differences	(10,001)	(3,305)
Share of results in joint ventures and associates	(23,374)	(7,315)
Fair value change arising from produce growing on bearer plants	(16,946)	(12,457)
Provision for retirement gratuities/benefits	9,543	7,185
Impairment losses	-	16,981
Other non-cash items and adjustments	978	1,022
	132,948	156,659
Operating profit before changes in working capital	648,666	413,557
Changes in working capital:		
Net change in current assets	(104,505)	136,124
Net change in current liabilities	48,196	(57,639)
	(56,309)	78,485
Cash generated from operations	592,357	492,042
Tax paid (<i>net of tax refund</i>)	(71,451)	(36,576)
Retirement gratuities/benefits paid	(60)	(183)
Net cash flows from operating activities	520,846	455,283
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(145,288)	(159,665)
Purchase of intangible assets	(3)	(88)
Purchase of right-of-use assets	(457)	(761)
Land held for property development	(9,251)	(83,231)
Interest received	15,044	9,010
Investment income	-	4,738
Dividend received from associates	1,750	1,750
Proceeds from disposal of property, plant and equipment	139	-
Financial assets at fair value through other comprehensive income	(2,969)	(1,243)
Proceeds received from Government in respect of acquisition of land	879	-
Acquisition of a subsidiary*	(1,249)	-
Net cash flows from investing activities	(141,405)	(229,490)

(The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the audited financial statements for the financial year ended 31 December 2021)

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2022 *(Continued)*

	Current Year To-Date 30/06/2022 RM'000	Preceding Year Corresponding Period 30/06/2021 RM'000
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from bank borrowings	417,632	523,973
Repayment of bank borrowings	(489,130)	(587,696)
Finance cost paid	(45,874)	(50,174)
Repayment of lease liabilities	(1,490)	(1,472)
Dividends paid	(170,468)	(134,579)
Dividends paid to non-controlling interests	(1,909)	(1,297)
Net cash flows from financing activities	(291,239)	(251,245)
Net change in cash and cash equivalents	88,202	(25,452)
Cash and cash equivalents at beginning of financial period	1,630,330	943,627
Effects of currency translation	9,964	2,148
Cash and cash equivalents at end of financial period	1,728,496	920,323
Analysis of cash and cash equivalents		
Bank balances and deposits	641,949	470,550
Money market instruments	1,086,547	449,773
	1,728,496	920,323

* **Analysis of acquisition of a subsidiary**

Fair values of net assets acquired and net cash outflow on acquisition of a subsidiary are analysed as follows:-

	RM'000
Intangible asset	(677)
Trade and other receivables	(554)
Tax recoverable	(33)
Cash and cash equivalents	(2,501)
Other payables	15
Total purchase consideration/identifiable net assets acquired	(3,750)
Less : Cash and cash equivalents acquired	2,501
Net cash outflow on acquisition of a subsidiary	(1,249)

Genting Property Sdn Bhd, a wholly-owned subsidiary of the Company had on 27 January 2022 acquired the entire issued and paid-up share capital of Jaya Capital Sdn Bhd *(formerly known as Genting Jaya Capital Sdn Bhd)* ("JCSB") comprising 3,000,003 ordinary shares of RM1 each for a cash consideration of RM3.75 million from Genting Development Sdn Bhd, a company related to certain directors of the Company. JCSB possesses a money lending licence issued by the Ministry of Housing and Local Government in Malaysia.

(The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the audited financial statements for the financial year ended 31 December 2021)



GENTING PLANTATIONS BERHAD
NOTES TO THE INTERIM FINANCIAL REPORT
- SECOND QUARTER ENDED 30 JUNE 2022

(I) Compliance with Malaysian Financial Reporting Standard (“MFRS”) 134: Interim Financial Reporting

(a) Accounting Policies, Presentation and Methods of Computation

The interim financial report is unaudited and has been prepared in accordance with MFRS 134 “Interim Financial Reporting” and paragraph 9.22 of Bursa Malaysia Securities Berhad (“Bursa Securities”) Listing Requirements. The financial information for the six months ended 30 June 2022 have been reviewed by the Company’s auditor in accordance with the International Standards on Review Engagements (“ISRE”) 2410 – Review of Interim Financial Information Performed by the Independence Auditor of the Entity.

The interim financial report should be read in conjunction with the audited financial statements of the Group for the financial year ended 31 December 2021. The accounting policies, presentation and methods of computation adopted for the interim financial report are consistent with those adopted for the annual audited financial statements for the financial year ended 31 December 2021 except for the adoption of amendments to published standards and annual improvements for the Group for the financial year beginning 1 January 2022:

- Amendments to MFRS 3 “Reference to the Conceptual Framework”
- Amendments to MFRS 116 “Property, Plant and Equipment - Proceeds before Intended Use”
- Amendments to MFRS 137 “Onerous Contracts - Cost of Fulfilling a Contract”
- Annual Improvements to MFRS Standards 2018 - 2020

The adoption of these amendments to published standards and annual improvements did not have any material impact on the interim financial report of the Group.

(b) Seasonal or Cyclical Factors

Fresh fruit bunches (“FFB”) production is seasonal in nature. Production of FFB normally peaks in the second half of the year but this cropping pattern can be affected by changes in weather conditions.

(c) Unusual Items Affecting Assets, Liabilities, Equity, Net Income or Cash Flow

There were no unusual items affecting the assets, liabilities, equity, net income or cash flows of the Group for the six months ended 30 June 2022.

(d) Material Changes in Estimates

There were no significant changes made in estimates of amounts reported in the previous financial year.

(e) Changes in Debt and Equity Securities

There were no issuance, cancellation, repurchase, resale or repayment of debts or equity securities for the six months ended 30 June 2022.

(f) Dividend Paid

Dividend paid during the six months ended 30 June 2022 are as follows:

	RM'Mil
(i) Special single-tier dividend paid on 29 March 2022 for the financial year ended 31 December 2021 - 15.0 sen per ordinary share	134.6
(ii) Final single-tier dividend paid on 22 June 2022 for the financial year ended 31 December 2021 - 4.0 sen per ordinary share	35.9

	170.5

(g) Segment Information

The segments are reported in a manner that is consistent with the internal reporting provided to the chief operating decision maker whereby the Group's business is considered based on the nature of the products and services, specific expertise and technology requirements of individual reportable segments. The performance of the operating segments is based on a measure of adjusted EBITDA. Items not forming part of the adjusted EBITDA include net fair value gain or loss on financial assets, gain or loss on disposal of property, plant and equipment, net surplus arising from Government acquisition, assets written off, impairment losses and reversal of previously recognised impairment losses.

(g) **Segment Information** (Continued)

Segment analysis for the six months ended 30 June 2022 is set out below:

	Plantation RM'000	Property RM'000	AgTech RM'000	Downstream Manufacturing RM'000	Others RM'000	Elimination RM'000	Total RM'000
Revenue							
- External	871,914	49,721	639	653,953	-	-	1,576,227
- Inter segment	426,002	-	6,408	-	-	(432,410)	-
Total Revenue	<u>1,297,916</u>	<u>49,721</u>	<u>7,047</u>	<u>653,953</u>	<u>-</u>	<u>(432,410)</u>	<u>1,576,227</u>
Adjusted EBITDA	618,826	10,637	(701)	27,295	9,701	-	665,758
Net surplus arising from government acquisition	738	-	-	-	-	-	738
Assets written off & others	(635)	-	(12)	(19)	-	-	(666)
	<u>618,929</u>	<u>10,637</u>	<u>(713)</u>	<u>27,276</u>	<u>9,701</u>	<u>-</u>	<u>665,830</u>
Depreciation and amortisation	(131,457)	(498)	(1,008)	(6,321)	-	-	(139,284)
Share of results in joint ventures and associates	16	23,347	-	-	11	-	23,374
	<u>487,488</u>	<u>33,486</u>	<u>(1,721)</u>	<u>20,955</u>	<u>9,712</u>	<u>-</u>	<u>549,920</u>
Interest income							15,159
Finance cost							(49,361)
Profit before taxation							<u>515,718</u>
Main foreign currency exchange ratio of 100 units of foreign currency to RM	RM/IDR 0.0296	RM -	RM -	RM -	RM -		
Assets							
Segment assets	6,395,480	523,760	33,888	469,046	6,610	-	7,428,784
Joint ventures	-	268,213	-	-	-	-	268,213
Associates	12,373	50	-	-	(155)	-	12,268
	<u>6,407,853</u>	<u>792,023</u>	<u>33,888</u>	<u>469,046</u>	<u>6,455</u>	<u>-</u>	<u>7,709,265</u>
Interest bearing instruments							1,275,217
Deferred tax assets							66,468
Tax recoverable							12,700
Total assets							<u>9,063,650</u>
Liabilities							
Segment liabilities	403,894	129,193	8,144	26,091	658	-	567,980
Interest bearing instruments							2,518,981
Deferred tax liabilities							421,615
Taxation							76,236
Total liabilities							<u>3,584,812</u>
Main foreign currency exchange ratio of 100 units of foreign currency to RM	RM/IDR 0.0296	RM -	RM -	RM -	RM -		

(h) Property, Plant and Equipment

During the six months ended 30 June 2022, acquisitions and disposals of property, plant and equipment by the Group were RM155.3 million and RM0.2 million respectively.

(i) Material Events Subsequent to the End of Financial Year

There were no material events subsequent to the end of the six months ended 30 June 2022 that have not been reflected in this interim financial report.

(j) Changes in the Composition of the Group

There were no material changes in the composition of the Group for the six months ended 30 June 2022.

(k) Changes in Contingent Liabilities or Contingent Assets

There were no significant changes in contingent liabilities or contingent assets since the last financial year ended 31 December 2021.

(l) Capital Commitments

Authorised capital commitments not provided for in the interim financial statements as at 30 June 2022 are as follows:

	RM'000
Contracted	147,150
Not contracted	1,487,350
	<u>1,634,500</u>
Analysed as follows:	
- Property, plant and equipment	1,520,750
- Right-of-use assets	113,661
- Intangible assets	89
	<u>1,634,500</u>

(m) Significant Related Party Transactions

Significant related party transactions which were entered into on agreed terms and prices for the six months ended 30 June 2022 are set out below. The relationship of the related parties are as disclosed in the annual audited financial statements for the financial year ended 31 December 2021 and the approved shareholders' mandates for recurrent related party transactions.

	Current Quarter 2Q 2022 RM'000	Current Financial Year-to- Date RM'000
(i) Provision of shared services in relation to secretarial, tax, treasury and other services by Genting Berhad ("GENT").	<u>330</u>	<u>664</u>
(ii) Letting of office space and provision of related services by Oakwood Sdn Bhd.	<u>638</u>	<u>1,277</u>
(iii) Provision of information technology consultancy, development, implementation, support and maintenance service by Genting Malaysia Berhad ("GENM").	<u>477</u>	<u>968</u>
(iv) Provision of management services to Genting Simon Sdn Bhd and Genting Highlands Premium Outlets Sdn Bhd by Genting Awanpura Sdn Bhd.	<u>349</u>	<u>613</u>
(v) Sale of refined palm oil products by Genting MusimMas Refinery Sdn Bhd to Inter-Continental Oils & Fats Pte Ltd.	<u>388,679</u>	<u>450,755</u>
(vi) Royalty fee charged by Genting Intellectual Property Sdn Bhd and Genting Intellectual Property Pte Ltd, both are subsidiaries of GENT, to Genting Simon Sdn Bhd and Genting Highlands Premium Outlets Sdn Bhd.	<u>369</u>	<u>649</u>
(vii) Provision of electricity services by Genting Utilities & Services Sdn Bhd, a subsidiary of GENM, to Genting Highlands Premium Outlets Sdn Bhd.	<u>-</u>	<u>239</u>
(viii) Acquisition of a subsidiary from Genting Development Sdn Bhd, a company related to certain directors of the Company.	<u>-</u>	<u>3,750</u>

(n) Fair Value of Financial Instruments

The Group uses the following hierarchy for determining the fair value of all financial instruments carried at fair value:

- Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities.
- Level 2: Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (that is, as prices) or indirectly (that is, derived from prices).
- Level 3: Inputs for the asset or liability that are not based on observable market data (that is, unobservable inputs).

As at 30 June 2022, the Group's financial instruments measured and recognised at fair value on a recurring basis are as follows:

RM'000	Level 1	Level 2	Level 3	Total
Financial assets				
Financial assets at fair value through profit or loss	-	-	4,065	4,065
Financial assets at fair value through other comprehensive income	6,501	-	6,610	13,111
Derivative financial instruments	<u>-</u>	<u>4,921</u>	<u>-</u>	<u>4,921</u>
	<u>6,501</u>	<u>4,921</u>	<u>10,675</u>	<u>22,097</u>
Financial liabilities				
Derivative financial instruments	<u>-</u>	<u>28,097</u>	<u>-</u>	<u>28,097</u>

(n) Fair Value of Financial Instruments (Continued)

The methods and valuation techniques used for the purpose of measuring fair value are unchanged compared with the previous financial year ended 31 December 2021.

The following table presents the changes in financial instruments classified within Level 3:

	RM'000
As at 1 January 2022	9,980
Interest income	115
Foreign exchange differences	<u>580</u>
As at 30 June 2022	<u>10,675</u>

There have been no transfers between the levels of the fair value hierarchy during the six months ended 30 June 2022.

ADDITIONAL INFORMATION REQUIRED BY BURSA SECURITIES - SECOND QUARTER ENDED 30 JUNE 2022

(II) Compliance with Appendix 9(B) of Bursa Securities Listing Requirements

(1) Performance Analysis

The results of the Group are tabulated below:

	CURRENT QUARTER				FINANCIAL YEAR-TO-DATE			
	2022 RM'Mil	2021 RM'Mil	+/- RM'Mil	+/- %	1H 2022 RM'Mil	1H 2021 RM'Mil	+/- RM'Mil	+/- %
Revenue								
Plantation	732.3	508.4	+223.9	+44	1,297.9	870.3	+427.6	+49
Property	33.2	30.7	+2.5	+8	49.7	54.6	-4.9	-9
AgTech	3.9	1.3	+2.6	>100	7.0	1.6	+5.4	>100
Downstream Manufacturing	501.3	425.7	+75.6	+18	654.0	675.5	-21.5	-3
	1,270.7	966.1	+304.6	+32	2,008.6	1,602.0	+406.6	+25
Inter segment	(224.9)	(176.0)	-48.9	-28	(432.4)	(275.3)	-157.1	-57
Revenue - external	1,045.8	790.1	+255.7	+32	1,576.2	1,326.7	+249.5	+19
Profit before tax								
Plantation	369.0	232.3	+136.7	+59	618.9	387.5	+231.4	+60
Property	9.0	9.9	-0.9	-9	10.6	14.9	-4.3	-29
AgTech	(0.6)	(0.6)	-	-	(0.7)	(1.4)	+0.7	+50
Downstream Manufacturing	23.6	24.0	-0.4	-2	27.3	18.1	+9.2	+51
Others	8.2	2.8	+5.4	>100	9.7	8.8	+0.9	+10
Adjusted EBITDA	409.2	268.4	+140.8	+52	665.8	427.9	+237.9	+56
Impairment losses	-	(17.0)	+17.0	-	-	(17.0)	+17.0	-
Net surplus arising from government acquisition	0.7	-	+0.7	-	0.7	-	+0.7	-
Assets written off and others	(0.3)	(0.5)	+0.2	+40	(0.7)	(1.0)	+0.3	+30
EBITDA	409.6	250.9	+158.7	+63	665.8	409.9	+255.9	+62
Depreciation and amortisation	(69.8)	(61.6)	-8.2	-13	(139.3)	(122.7)	-16.6	-14
Interest income	7.2	3.7	+3.5	+95	15.2	9.1	+6.1	+67
Finance cost	(26.3)	(23.6)	-2.7	-11	(49.4)	(46.7)	-2.7	-6
Share of results in joint ventures and associates	13.4	0.5	+12.9	>100	23.4	7.3	+16.1	>100
Profit before tax	334.1	169.9	+164.2	+97	515.7	256.9	+258.8	>100

(1) **Performance Analysis (Continued)**

The Group registered higher year-on-year revenue for the quarter ended 30 June 2022 ("2Q 2022") and for the first half of 2022 ("1H 2022") on the back of strengthening palm product prices, which more than compensated for the lower year-on-year fresh fruit bunch ("FFB") production and sales volume of refined palm products.

The Group's FFB production in 2Q 2022 and 1H 2022 were lower year-on-year as persistent wet weather affected harvester outturn while certain estates were faced with logistic issues as heavy rainfall caused flooding and damaged access roads, particularly in Indonesia. In addition, Malaysia continued with its replanting programme which led to a reduction in harvesting area.

Crude palm oil ("CPO") prices were volatile during the quarter, strengthening to the quarter's high of RM7,600 per metric tonne ("mt") in May 2022 as Indonesia banned the export of palm oil. However, the export ban led to the widening of price discount of local Indonesian palm oil. Despite a swift reversal of the ban within a month, exports were slow to recover and the mounting stockpile due to the ban has pressured CPO prices to circa RM5,000 per mt by the end of the quarter. Notwithstanding the volatility, CPO prices remained well supported due to supply tightness of palm and other edible oils. Accordingly, the Group achieved higher year-on-year CPO price for both 2Q 2022 and 1H 2022, while palm kernel price was higher as well in line with CPO price.

	Current Quarter			Year-To-Date		
	2022	2021	Change %	2022	2021	Change %
Average Selling Price/tonne (RM)						
○ Crude Palm Oil	4,907	3,250	+51	4,860	3,105	+57
○ Palm Kernel	3,484	2,385	+46	3,777	2,322	+63
Production (MT'000)						
○ Fresh Fruit Bunches	493	533	-8	930	974	-4

EBITDA for the Plantation segment for 2Q 2022 and 1H 2022 surged year-on-year, bolstered by higher palm products prices though moderated by a decline in FFB production.

The Property segment's EBITDA for 2Q 2022 declined year-on-year due to lower margins, in spite of the higher revenue attained. EBITDA for 1H 2022 was also lower year-on-year, in tandem with lower sales and revenue.

Notwithstanding higher revenue for 2Q 2022, the AgTech segment's losses was comparable year-on-year on account of higher research and development expenditure. Meanwhile, its losses for 1H 2022 narrowed year-on-year in line with higher revenue.

EBITDA for the Downstream Manufacturing segment for 2Q 2022 was marginally lower year-on-year owing to lower sales volume. Nevertheless, EBITDA for 1H 2022 improved year-on-year on account of higher margins but was moderated by lower sales volume.

Changes in the "Others" category mainly reflect the impact of changes in foreign currency translation position of the Group's US Dollar denominated cash reserves and borrowings arising from foreign exchange fluctuations.

(2) **Material Changes in Profit before Taxation for the Current Quarter as Compared with the Immediate Preceding Quarter**

	2Q 2022 RM'Mil	1Q 2022 RM'Mil	+/- RM'Mil	+/- %
Revenue				
Plantation	732.3	565.6	+166.7	+29
Property	33.2	16.5	+16.7	>100
AgTech	3.9	3.1	+0.8	+26
Downstream manufacturing	501.3	152.7	+348.6	>100
	1,270.7	737.9	+532.8	+72
Inter segment	(224.9)	(207.5)	-17.4	-8
Revenue – external	1,045.8	530.4	+515.4	+97
Profit before tax				
Plantation	369.0	249.9	+119.1	+48
Property	9.0	1.6	+7.4	>100
AgTech	(0.6)	(0.1)	-0.5	>100
Downstream manufacturing	23.6	3.7	+19.9	>100
Others	8.2	1.5	+6.7	>100
Adjusted EBITDA	409.2	256.6	+152.6	+59
Net surplus arising from government acquisition	0.7	-	+0.7	-
Assets written off and others	(0.3)	(0.4)	+0.1	+25
EBITDA	409.6	256.2	+153.4	+60
Depreciation and amortisation	(69.8)	(69.5)	-0.3	-
Interest income	7.2	8.0	-0.8	-10
Finance cost	(26.3)	(23.1)	-3.2	-14
Share of results in joint ventures and associates	13.4	10.0	+3.4	+34
Profit before tax	334.1	181.6	+152.5	+84

The Group's profit before tax for 2Q 2022 was higher quarter-on-quarter, mainly due to higher FFB production and better margins from the Downstream Manufacturing segment.

	2Q 2022	1Q 2022	Change %
Average Selling Price/tonne (RM)			
○ Crude Palm Oil	4,907	4,797	+2
○ Palm Kernel	3,484	4,114	-15
Production (MT'000)			
○ Fresh Fruit Bunches	493	437	+13

(3) *Prospects*

The Group's prospects for the second half of 2022 ("2H 2022") will track the performance of its mainstay Plantation segment, which is in turn dependent principally on the movements in palm products prices and the Group's FFB production.

In the short run, the Group expects palm oil prices to remain under pressure from the mounting stockpile in Indonesia as a result of its export ban. The Indonesian government has since introduced various measures to ease the swelling stockpile, which may provide some support to palm oil prices.

While FFB production was weaker in 1H 2022, the Group anticipates an improvement in 2H 2022 with favourable age profile and additional harvesting area in Indonesia, barring any weather anomalies. Nevertheless, the production growth may be moderated by the on-going replanting activities in Malaysia.

For the Property segment, the Group will continue to offer products which cater to a broader market segment. Meanwhile, the Premium Outlets® are expected to continue performing well in 2H 2022 hinging on the recovery of the tourism sector.

The AgTech segment will continue to unlock value by leveraging on new technologies to augment the development of optimised genomics-based next generation planting materials and biological solutions for plant and soil health to improve yields.

Consequential to the elevated stockpile and substantial reduction of export taxes in Indonesia, the Downstream Manufacturing segment is expected to face stiff competition for both its palm-based biodiesel and refined palm products over the short term.

(4) *Variance of Actual Profit from Forecast Profit*

The Group did not issue any profit forecast or profit guarantee for the year.

(5) *Taxation*

Tax charge for the current quarter and six months ended 30 June 2022 are set out below:

	Current Quarter 2Q 2022 RM'000	Current Financial Year-To-Date RM'000
Current taxation:		
Malaysian income tax charge	47,859	85,273
Foreign income tax charge	12,376	23,230
	<hr/>	<hr/>
	60,235	108,503
Deferred tax charge	29,368	31,205
	<hr/>	<hr/>
	89,603	139,708
Prior year's taxation:		
Income tax underprovided	153	153
	<hr/>	<hr/>
	89,756	139,861

The effective tax rate for the current quarter and six months ended 30 June 2022 were higher than the Malaysian statutory tax rate mainly due to expenses not deductible for tax purposes, tax losses of certain subsidiaries where deferred tax assets have not been recognised and the one-off Prosperity Tax of 33% for chargeable income above RM100 million (i.e. Cukai Makmur) instead of 24%. This was partially offset by differences in tax regime.

(6) Profit before taxation

Profit before taxation has been determined after inclusion of the following charges and credits:

	Current Quarter 2Q 2022 RM'000	Current Financial Year-To- Date RM'000
Charges:		
Finance cost	26,270	49,361
Depreciation and amortisation	69,724	139,284
Property, plant and equipment written off	347	773
Write-down on land held for property development	14	364
	<hr/>	<hr/>
Credits:		
Interest income	7,139	15,159
Deferred income recognised for government grant	29	52
Net surplus arising from government acquisition	738	738
Gain on disposal of property, plant and equipment	96	107
Net foreign exchange differences	7,577	9,553
	<hr/>	<hr/>

Other than the above, there were no provision for and write-off of receivables, gain or loss on disposal of quoted investments and gain or loss on derivatives for the current quarter and six months ended 30 June 2022.

(7) Status of Corporate Proposals Announced

There was no corporate proposals announced but not completed as at 17 August 2022.

(8) Group Borrowings and Debt Securities

The details of the Group's borrowings and debts securities as at 30 June 2022 are set out below:

	As at 30/06/2022			As at 31/12/2021	
	Secured/ Unsecured	Foreign Currency 'million		RM Equivalent '000	RM Equivalent '000
Short term borrowings	Secured	USD	45.4	200,286	166,992
	Secured	RM		19,820	14,912
	Unsecured	RM		167,190	163,228
				387,296	345,132
Long term borrowings	Secured	USD	244.1	1,075,632	1,103,830
	Secured	RM		56,962	69,144
	Unsecured	RM		999,091	998,937
				2,131,685	2,171,911
Total borrowings	Secured	USD	289.5	1,275,918	1,270,822
	Secured	RM		76,782	84,056
	Unsecured	RM		1,166,281	1,162,165
				2,518,981	2,517,043

(9) Outstanding Derivatives

As at 30 June 2022, the maturity analysis of the outstanding derivatives of the Group are summarised as follows:

Types of Derivative	Contract/Notional Value RM'000	Net Fair Value Assets/(Liabilities) RM'000
<u>Interest Rate Swaps</u>		
USD	176,270	
- Less than 1 year		3,014
- 1 year to 2 years		1,907
<u>Forward Foreign Currency Exchange Contracts</u>		
USD	212,993	
- Less than 1 year		(7,148)
<u>Commodity Futures Contracts</u>		
RM	153,838	
- Less than 1 year		(20,949)

There is no significant change for the financial derivatives in respect of the following since the previous financial year ended 31 December 2021:

- (a) the credit risk, market risk and liquidity risk associated with those financial derivatives;
- (b) the cash requirements of the financial derivatives; and
- (c) the policy in place for mitigating or controlling the risks associated with those financial derivatives.

(10) Fair Value Changes of Financial Liabilities

As at 30 June 2022, the Group does not have any financial liabilities measured at fair value through profit or loss.

(11) Changes in Material Litigation

There are no pending material litigations as at 17 August 2022.

(12) Dividend Proposed or Declared

- (a) (i) An interim single-tier dividend of 15.0 sen per ordinary share in respect of the financial year ending 31 December 2022 has been declared by the Directors.
- (ii) The interim single-tier dividend declared and paid for the previous year's corresponding period was 11.0 sen per ordinary share.
- (iii) The interim single-tier dividend shall be payable on 26 September 2022.
- (iv) Entitlement to the interim single-tier dividend:

A Depositor shall qualify for entitlement to the interim single-tier dividend only in respect of:

- Shares transferred into the Depositor's Securities Account before 4.30 p.m on 12 September 2022 in respect of ordinary transfer; and
- Shares bought on the Bursa Securities on a cum entitlement basis according to the Main Market Listing Requirements of Bursa Securities.

- (b) The total single-tier dividend payable for the financial year ending 31 December 2022 is 15.0 sen per ordinary share.

(13) Earnings per Share

	Current Quarter 2Q 2022	Current Financial Year-To-Date
Basic and diluted earnings per share		
Profit for the financial period attributable to equity holders of the Company (<i>RM'000</i>)	<u>223,434</u>	<u>340,078</u>
Weighted average number of ordinary shares in issue (<i>'000</i>)	<u>897,198</u>	<u>897,198</u>
Basic earnings per share (<i>sen</i>)	<u>24.90</u>	<u>37.90</u>

The Group has no dilutive potential ordinary shares and therefore the diluted earnings per share is the same as the basic earnings per share.

(14) Disclosure of Audit Report Qualification and Status of Matters Raised

The audit report of the Group's annual financial statements for the financial year ended 31 December 2021 did not contain any qualification.

(15) Authorisation of Financial Statements

The condensed consolidated financial statements have been approved for issue in accordance with a resolution of the Board of Directors on 24 August 2022.