

NOTES TO THE FINANCIAL STATEMENTS

31 AUGUST 2010

2. Significant accounting policies (cont'd.)

2.4 Standards and Interpretations issued but not yet effective

At the date of authorisation of these financial statements, the following new FRSs, Amendments to FRSs and Interpretations were issued but not yet effective and have not been applied by the Group and the Company:

Effective for financial periods beginning on or after 1 January 2010

- Amendments to FRS 2: Share-based Payment - Vesting Conditions and Cancellations
- FRS 4: Insurance Contracts
- FRS 7: Financial Instruments: Disclosures
- FRS 101: Presentation of Financial Statements (Revised)
- FRS 123: Borrowing Costs (Revised)
- FRS 139: Financial Instruments: Recognition and Measurement
- Amendments to FRS 1 and FRS 127: First-time Adoption of Financial Reporting Standards and Consolidated and Separate Financial Statements: Cost of an Investment in a Subsidiary, Jointly Controlled Entity or Associate.
- Amendment to FRS 5: Non-current Assets Held for Sale and Discontinued Operations
- Amendments to FRS 7: Financial Instruments: Disclosures
- Amendments to FRS 8: Operating Segments
- Amendment to FRS 107: Cash Flow Statements
- Amendments to FRS 108: Accounting Policies, Changes in Accounting Estimates and Errors
- Amendment to FRS 110: Events After the Balance Sheet Date
- Amendment to FRS 116: Property, Plant and Equipment
- Amendments to FRS 117: Leases
- Amendment to FRS 118: Revenue
- Amendments to FRS 119: Employee Benefits
- Amendments to FRS 120: Accounting for Government Grants and Disclosure of Government Assistance
- Amendments to FRS 123: Borrowing Costs
- Amendments to FRS 127: Consolidated and Separate Financial Statements
- Amendments to FRS 128: Investments in Associates
- Amendments to FRS 129: Financial Reporting in Hyperinflationary Economies
- Amendments to FRS 131: Interests in Joint Ventures
- Amendments to FRS 132: Financial Instruments: Presentation
- Amendments to FRS 134: Interim Financial Reporting
- Amendments to FRS 136: Impairment of Assets
- Amendments to FRS 138: Intangible Assets
- Amendments to FRS 139, FRS 7 and IC Interpretation 9: Financial Instruments: Recognition and Measurement, Disclosures and Reassessment of Embedded Derivatives
- Amendments to FRS 140: Investment Property
- IC Interpretation 11: FRS 2 – Group and Treasury Share Transactions
- Improvements to FRSs – 2009: Improvement to FRSs (2009)
- IC Interpretation 9: Reassessment of Embedded Derivatives
- IC Interpretation 10: Interim Financial Reporting and Impairment
- IC Interpretation 13: Customer Loyalty Programmes
- IC Interpretation 14: FRS 119 – The Limit on a Defined Benefit Asset, Minimum Funding Requirements and their Interaction

Effective for financial periods beginning on or after 1 March 2010

- Amendments to FRS 132: Financial Instruments: Presentation (Classification of Rights Issues)

NOTES TO THE FINANCIAL STATEMENTS
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2. Significant accounting policies (cont'd.)

2.4 Standards and Interpretations issued but not yet effective (cont'd)

Effective for financial periods beginning on or after 1 July 2010

- FRS 1: First-time Adoption of Financial Reporting Standards (Revised)
- FRS 3: Business Combinations (Revised)
- FRS 127: Consolidated and Separate Financial Statements (Revised)
- Amendments to FRS 2: Share-based Payment
- Amendments to FRS 5: Non-current Assets Held for Sale and Discontinued Operations
- Amendments to FRS 138: Intangible Assets
- Amendments to FRS 139: Financial Instruments: Recognition and Measurements
- Amendments to IC Interpretation 9: Reassessment of Embedded Derivatives
- IC Interpretation 12: Service Concession Arrangements
- IC Interpretation 15: Agreements for the Construction of Real Estate
- IC Interpretation 16: Hedges of a Net Investment in a Foreign Operation
- IC Interpretation 17: Distributions of Non-cash Assets to Owners

Effective for financial periods beginning on or after 1 July 2011

- Amendments to FRS 1: Limited Exemption from Comparative FRS 7 Disclosures for First-time Adopters
- Amendments to FRS 1: Additional Exemptions for First-time Adopters
- Amendments to FRS 2: Group Cash-settled Share-based Payment Transactions
- Amendments to FRS 7: Improving Disclosures about Financial Instruments
- IC Interpretation 4: Determining whether an Arrangement contains a Lease
- IC Interpretation 18: Transfers of Assets from Customers
- Technical Release 3: Guidance on Disclosures of Transitions to IFRSs

Effective for financial periods beginning on or after 1 January 2012

- IC Interpretation 15: Agreements for the Construction of Real Estate

The new and revised FRSs and Interpretations above are expected to have no significant impact to the financial statements of the Group and of the Company upon initial application except for the following:

FRS 101: Presentation of Financial Statements (Revised)

The revised FRS 101 requires owner and non-owner changes in equity to be presented separately. The statement of changes in equity will include only details of transactions with owners, with all non-owner changes in equity presented as a single line labelled as total comprehensive income. In addition, the revised standard introduces the statement of comprehensive income that presents all items of income and expense recognised in the income statement, together with all other items of recognised income and expense, that is recognised directly in equity, either in one single statement, or in two linked statements.

The Group is currently evaluating the presentation to adopt the statement of comprehensive income. A statement of financial position is required at the beginning of the earliest comparative period following a change in accounting policy, the correction of an error or the reclassification of items in the financial statements.

This is a disclosure standard with no impact on the financial position or financial performance of the Group and the Company.

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2. Significant accounting policies (cont'd.)

2.4 Standards and Interpretations issued but not yet effective (cont'd)

FRS 117: Leases

FRS 117: Leases clarifies on the classification of leases of land and buildings. The Group is still assessing the potential implication as a result of the reclassification of its unexpired land leases as operating leases or finance leases. For those land element held under operating leases that are required to be reclassified as finance leases, the Group shall recognise a corresponding asset and liability in the financial statements which will be applied retrospectively upon initial application. However, in accordance with transitional provision, the Group is permitted to reassess lease classification on the basis of the facts and circumstances existing on the date it adopts the amendments; and recognise the asset and liability related to a land lease newly classified as a finance lease at their fair values on that date; any difference between those fair values is recognised in retained earnings.

FRS 3: Business Combinations (revised) ("FRS 3 (Revised)") and FRS 127: Consolidated and Separate Financial Statements (amended) ("FRS 127 (Amended)")

FRS 3 (Revised) introduces a number of changes to the accounting for business combinations occurring on or after 1 July 2010. These include changes that affect the valuation of non-controlling interest, the accounting for transaction costs, the initial recognition and subsequent measurement of a contingent consideration and business combinations achieved in stages. These changes will impact the amount of goodwill recognised, the reported results in the period that an acquisition occurs and future reported results.

FRS 127 (Amended) requires that a change in the ownership interest of a subsidiary (without loss of control) is accounted for as a transaction with owners in their capacity as owners and to be recorded in equity. Therefore, such transaction will no longer give rise to goodwill, nor will it give rise to a gain or loss. Furthermore, the amended Standard changes the accounting for losses incurred by the subsidiary as well as loss of control of a subsidiary.

The changes by FRS 3 (Revised) and FRS 127 (Amended) will be applied prospectively and only affect future acquisition or loss of control of subsidiaries and transactions with non-controlling interests.

FRS 139: Financial Instruments: Recognition and Measurement, FRS 7: Financial Instruments: Disclosures and Amendments to FRS 139: Financial Instruments: Recognition and Measurement, FRS 7: Financial Instruments: Disclosures

The new Standard on FRS 139: *Financial Instruments: Recognition and Measurement* establishes principles for recognising and measuring financial assets, financial liabilities and some contracts to buy and sell non-financial items. Requirements for presenting information about financial instruments are in FRS 132: *Financial Instruments: Presentation* and the requirements for disclosing information about financial instruments are in FRS 7: *Financial Instruments: Disclosures*.

FRS 7: *Financial Instruments: Disclosures* is a new Standard that requires new disclosures in relation to financial instruments. The Standard is considered to result in increased disclosures, both quantitative and qualitative of the Group's and of the Company's exposure to risks, enhanced disclosure regarding components of the Group's and of the Company's financial position and performance, and possible changes to the way of presenting certain items in the financial statements.

In accordance with the respective transitional provisions, the Group and the Company are exempted from disclosing the possible impact to the financial statements upon the initial application.

3. Revenue and cost of sales

Revenue of the Group and of the Company represents the invoiced value of sales of fresh fruits bunches, crude palm oil and palm kernel. The cost of sales in relation to the Group's and the Company's invoiced value of sales consists of cost of cultivation, raw materials, labour and overheads.

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4. Operating profit

The following amounts have been included in arriving at operating profit:

	Group 2010 RM	2009 RM	Company 2010 RM	2009 RM
Amortisation of prepaid land lease payments (Note 11)	317,052	317,052	317,052	317,052
Auditors' remuneration				
Statutory audit	55,200	55,200	54,000	54,000
Other services	13,000	13,000	13,000	13,000
Depreciation of property, plant and equipment (Note 10)	1,146,916	1,249,193	1,146,916	1,249,193
Employee benefit expense (Note 6)	9,583,867	8,723,489	9,583,867	8,723,489
Non-executive directors' remuneration (Note 5)	291,500	285,500	291,500	285,500
Property, plant and equipment written off	5,599	79,949	5,599	79,949
Loss/(gain) on foreign exchange unrealised	1,416,061	(772,944)	1,416,061	(772,944)
Gain on sale of property, plant and equipment	(22,739)	(252,614)	(22,739)	(252,614)
Gain on sale of other investments	(4,173)	(210,512)	(4,173)	(210,512)
Gross dividends received from:				
Quoted investments:				
- in Malaysia	(250,193)	(320,996)	(250,193)	(320,996)
- outside Malaysia	(1,153,707)	(814,070)	(1,153,707)	(814,070)
Interest income	(3,169,571)	(3,334,979)	(3,168,063)	(3,333,285)

5. Directors' remuneration

	Group and Company 2010 RM	2009 RM
Directors of the Company		
Executive directors:		
Fees	95,000	95,000
Salaries	796,800	796,800
Commission	810,998	848,977
Other emoluments	37,500	40,000
	<u>1,740,298</u>	<u>1,780,777</u>
Non-executive directors:		
Fees	202,000	202,000
Other emoluments	89,500	83,500
	<u>291,500</u>	<u>285,500</u>
	<u>2,031,798</u>	<u>2,066,277</u>

NOTES TO THE FINANCIAL STATEMENTS
31 AUGUST 2010

5. Directors' remuneration (cont'd)

The number of directors of the Company whose total remuneration during the financial year fall within the following bands are:

	Number of directors	
	2010	2009
Executive directors:		
RM350,001 – RM400,000	3	2
RM400,001 – RM450,000	-	1
RM450,001 – RM500,000	-	-
RM500,001 – RM550,000	-	-
RM550,001 – RM600,000	1	-
RM600,001 – RM650,000	-	1
	4	4
Non-executive directors:		
RM50,001 – RM55,000	1	1
Below RM50,000	6	6
	11	11

6. Employee benefit expense

	Group and Company	
	2010	2009
	RM	RM
Wages and salaries	7,252,742	6,498,521
Social security contributions	39,595	39,417
Employees Provident Fund	428,850	470,258
Other staff related expenses	1,862,680	1,715,293
	9,583,867	8,723,489

Included in employee benefits expense of the Group and of the Company are executive directors' remuneration amounting to RM1,740,298 (2009: RM1,780,777) as further disclosed in Note 5.

7. Taxation

	Group		Company	
	2010	2009	2010	2009
	RM	RM	RM	RM
Malaysian income tax				
Current year	13,542,075	13,388,004	13,541,717	13,387,601
Under provision in prior years	110,413	71,016	110,413	71,018
	13,652,488	13,459,020	13,652,130	13,458,619
Deferred tax (Note 25):				
Origination and reversal of temporary differences	31,974	(116,765)	31,974	(116,765)
Overprovision in prior years	8,236	(131,628)	8,236	(131,628)
	40,210	(248,393)	40,210	(248,393)
	13,692,698	13,210,627	13,692,340	13,210,226

Domestic current income tax is calculated at the statutory tax rate of 25% (2009: 26%) of the estimated assessable profit for the year.

NOTES TO THE FINANCIAL STATEMENTS
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7. Taxation (cont'd.)

A reconciliation of income tax expense applicable to profit before taxation at the statutory income tax rate to income tax expense at the effective income tax rate of the Group and of the Company is as follows:

	2010 RM	2009 RM
Group		
Profit before taxation	60,572,418	59,526,411
Taxation at Malaysian statutory tax rate of 25% (2009: 25%)	15,143,105	14,881,603
Income not assessable for tax purposes	(342,829)	(597,677)
Expenses not deductible for tax purposes	573,080	74,339
Under provision of income tax expense in prior years	110,413	71,016
Under/(over) provision of deferred tax expense in prior years	8,236	(131,628)
Effect of share of profit of associates and share of loss of a jointly controlled entity	(1,799,307)	(1,087,026)
Tax expense for the year	13,692,698	13,210,627
Company		
Profit before taxation	53,376,928	55,179,701
Taxation at Malaysian statutory tax rate of 25% (2009: 25%)	13,344,232	13,794,925
Income not assessable for tax purposes	(342,829)	(597,677)
Expenses not deductible for tax purposes	572,288	73,588
Under provision of income tax expense in prior years	110,413	71,018
Under/(over) provision of deferred tax expense in prior years	8,236	(131,628)
Tax expense for the year	13,692,340	13,210,226

8. Earnings per stock unit

Basic earnings per stock unit is calculated by dividing profit for the year attributable to ordinary equity holders of the Company by the weighted average number of ordinary stock units in issue during the financial year.

	Group 2010	2009
Profit attributable to ordinary equity holders of the Company (RM)	46,879,720	46,315,784
Weighted average number of ordinary stock units in issue	91,363,250	91,363,250
Basic earnings per stock unit (sen)	51.31	50.69
Diluted earnings per stock unit (sen)	51.31	50.69

Diluted earnings per stock unit is similar to basic earnings per stock unit as there is no potential dilutive ordinary stock units outstanding as at end of the financial year.

NOTES TO THE FINANCIAL STATEMENTS
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9. Dividends

	Dividends in respect of Year		Dividends recognised in Year	
	2010	2009	2010	2009
	RM	RM	RM	RM
Recognised in the financial year 2009				
First interim dividend of 14% less 25% taxation, on 91,363,250 ordinary stock units, declared on 23 December 2008 and paid on 20 January 2009 (10.50 sen per ordinary stock unit)	-	9,593,140	-	9,593,140
Second interim dividend of 21% less 25% taxation, on 91,363,250 ordinary stock units, declared on 31 July 2009 and paid on 28 August 2009 (15.75 sen per ordinary stock unit)	-	14,389,711	-	14,389,711
Recognised in the financial year 2010				
First interim dividend of 16% less 25% taxation, on 91,363,250 ordinary stock units, declared on 29 December 2009 and paid on 27 January 2010 (12.00 sen per ordinary stock unit)	10,963,590	-	10,963,590	-
Second interim dividend of 24% less 25% taxation, on 91,363,250 ordinary stock units, declared on 30 July 2010 and paid on 30 August 2010 (18.00 sen per ordinary stock unit)	16,445,385	-	16,445,385	-
	<u>27,408,975</u>	<u>23,982,851</u>	<u>27,408,975</u>	<u>23,982,851</u>

NOTES TO THE FINANCIAL STATEMENTS
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10. Property, plant and equipment

	<Valuation>	<	Cost				>
	Freehold lands RM	Buildings RM	Motor vehicles RM	Office and estate equipment and furniture and fittings RM	Plant and machinery RM	Total RM	
Group and Company							
At 31 August 2010							
Valuation / Cost							
At 1 September 2009	11,219,413	15,923,170	4,584,276	1,803,277	15,078,519	48,608,655	
Additions	-	694,690	357,693	55,064	17,546	1,124,993	
Disposal	-	-	(1,460)	-	(163,700)	(165,160)	
Write-off	-	-	-	(24,997)	-	(24,997)	
At 31 August 2010	11,219,413	16,617,860	4,940,509	1,833,344	14,932,365	49,543,491	
Accumulated depreciation							
At 1 September 2009	-	11,836,209	3,654,454	1,072,784	14,296,583	30,860,030	
Charge for the year (Note 4)	-	392,937	323,223	112,189	318,567	1,146,916	
Disposal	-	-	(1,460)	-	(138,739)	(140,199)	
Write-off	-	-	-	(19,398)	-	(19,398)	
At 31 August 2010	-	12,229,146	3,976,217	1,165,575	14,476,411	31,847,349	
Net carrying amount							
At 31 August 2010	11,219,413	4,388,714	964,292	667,769	455,954	17,696,142	

NOTES TO THE FINANCIAL STATEMENTS
31 AUGUST 2010

10. Property, plant and equipment (cont'd.)

	<Valuation>		<-----> Cost ----->					Total RM
	Freehold lands RM	Capital- work-in- progress RM	Buildings RM	Motor vehicles RM	Office and estate equipment and furniture and fittings RM	Plant and machinery RM		
Group and Company								
At 31 August 2009								
Valuation / Cost								
At 1 September 2008	11,219,413	60,000	15,896,519	4,320,222	4,185,273	21,085,947	56,767,374	
Reclassification	-	(60,000)	-	-	-	60,000	-	
Additions	-	-	1,136,642	448,056	127,760	137,000	1,849,458	
Disposal	-	-	-	(1,380)	(239,801)	(5,517,937)	(5,759,118)	
Write-off	-	-	(1,109,991)	(182,622)	(2,269,955)	(686,491)	(4,249,059)	
At 31 August 2009	11,219,413	-	15,923,170	4,584,276	1,803,277	15,078,519	48,608,655	
Accumulated depreciation								
At 1 September 2008	-	-	12,508,516	3,520,239	3,427,552	20,003,539	39,459,846	
Charge for the year (Note 4)	-	-	380,433	318,217	130,068	420,475	1,249,193	
Disposal	-	-	-	(1,380)	(237,580)	(5,440,939)	(5,679,899)	
Write-off	-	-	(1,052,740)	(182,622)	(2,247,256)	(686,492)	(4,169,110)	
At 31 August 2009	-	-	11,836,209	3,654,454	1,072,784	14,296,583	30,860,030	
Net carrying amount								
At 31 August 2009	11,219,413	-	4,086,961	929,822	730,493	781,936	17,748,625	

NOTES TO THE FINANCIAL STATEMENTS
31 AUGUST 2010

10. Property, plant and equipment (cont'd.)

- (a) Freehold lands were revalued in Year 1983 by a firm of professional valuers based on their open market values on existing use basis.

Had the revalued freehold lands been carried at historical cost, the net carrying amount that would have been included in the financial statements as at 31 August 2010 would be approximately RM7,201,144 (2009: RM7,201,144).

- (b) Included in the above property, plant and equipment are fully depreciated assets of the Group and of the Company costing RM23,131,367 (2009: RM22,678,697) which are still in use.

11. Prepaid land lease payments

	Group and Company	
	2010	2009
	RM	RM
At 1 September 2009/2008	21,925,395	22,242,447
Amortisation for the year (Note 4)	(317,052)	(317,052)
At 31 August 2010/2009	<u>21,608,343</u>	<u>21,925,395</u>
Analysed as:		
Long term leasehold land	<u>21,608,343</u>	<u>21,925,395</u>

12. Biological assets

	Group and Company	
	2010	2009
	RM	RM
At Valuation	55,467,341	55,467,341
At Cost	18,757,305	18,757,305
	<u>74,224,646</u>	<u>74,224,646</u>

The biological assets which are stated at valuation were revalued in Year 1983 by a firm of professional valuers based on their open market values on existing use basis.

The carrying amount of the biological assets which are stated at valuation had these biological assets been carried at historical cost has not been disclosed as such information and records relating to the periods prior to the previous revaluation in Year 1983 are no longer available.

13. Investment in a subsidiary

	Company	
	2010	2009
	RM	RM
Unquoted shares, at cost	<u>100,000</u>	<u>100,000</u>

Details of the subsidiary which is incorporated in Malaysia is as follows:

Name of subsidiary	Proportion of ownership interest (%)		Principal activity
	2010	2009	
Double Alliance Sdn. Bhd.	100	100	Investment holding

NOTES TO THE FINANCIAL STATEMENTS
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14. Investments in associates

	Group		Company	
	2010	2009	2010	2009
	RM	RM	RM	RM
Unquoted shares, at cost				
At 1 September 2009/2008	162,000,000	162,000,000	114,000,000	114,000,000
Share of post acquisition reserves	46,938,456	38,845,898	-	-
Currency translation differences	(14,685,403)	(6,973,920)	-	-
At 31 August 2010/2009	<u>194,253,053</u>	<u>193,871,978</u>	<u>114,000,000</u>	<u>114,000,000</u>

Details of the associates are as follows:

Name of associates	Proportion of ownership interest (%)		Principal activities
	2010	2009	
Sin Thye Management Sdn Bhd *	50	50	Provision of management and advisory services and acting as an insurance agent
West Synergy Sdn Bhd *	40	40	Property development and investment
Global Formation (M) Sdn Bhd *	50	50	Investment holding

* Incorporated in Malaysia with 31 December year end.

The summarised financial information of the associates, not adjusted for the proportion of ownership interest held by the Group, is follows:

	2010	2009
	RM	RM
Assets and liabilities		
Current assets	212,695,171	205,482,279
Non-current assets	264,276,459	240,023,288
Total assets	<u>476,971,630</u>	<u>445,505,567</u>
Current liabilities	53,254,514	56,728,432
Non-current liabilities	8,140,931	8,421,021
Total liabilities	<u>61,395,445</u>	<u>65,149,453</u>
Results		
Revenue	87,330,715	133,992,702
Profit for the year	<u>17,019,833</u>	<u>14,229,228</u>

NOTES TO THE FINANCIAL STATEMENTS
31 AUGUST 2010

15. Investment in a jointly controlled entity

	Group		Company	
	2010	2009	2010	2009
	RM	RM	RM	RM
Unquoted shares, at cost				
At 1 September 2009/2008	27,585,200	25,038,010	27,585,200	25,038,010
Increase during the year	-	2,547,190	-	2,547,190
At 31 August 2010/2009	27,585,200	27,585,200	27,585,200	27,585,200
Share of post acquisition reserves	(2,848,428)	(1,953,096)	-	-
Currency translation differences	(1,519,576)	(1,395,040)	-	-
At 31 August 2010/2009	23,217,196	24,237,064	27,585,200	27,585,200

Details of the jointly controlled entity is as follows:

Name of jointly controlled entity	Proportion of ownership interest (%)		Principal activity
	2010	2009	
Chin Thye Investment Pte Ltd * #	40	40	Investment holding

* Incorporated in the Republic of Singapore with 31 December year end

Audited by an affiliate of Ernst & Young

The Group's aggregate share of current assets, non-current assets, current liabilities, non-current liabilities, income and expenses of the jointly controlled entity is as follows:

	Group	
	2010	2009
	RM	RM
Assets and liabilities		
Current assets	13,183,978	15,755,064
Non-current assets	13,362,053	9,422,603
Total assets	26,546,031	25,177,667
Current liabilities, representing total liabilities	3,328,835	940,603
Results		
Revenue (other income)	278,282	220,040
Expenses	1,173,614	1,494,171

16. Other investments

	Group and Company	
	2010	2009
	RM	RM
At cost:		
Quoted securities:		
In Malaysia	4,726,687	4,600,031
Outside Malaysia	24,426,832	17,117,331
	29,153,519	21,717,362
Unquoted equity securities	4,771,010	1,583,220
Unquoted debt securities	601,218	-
	34,525,747	23,300,582
Market value of quoted securities:		
In Malaysia	10,651,671	8,569,038
Outside Malaysia	32,877,753	23,994,034
	43,529,424	32,563,072

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17. Inventories

	Group and Company	
	2010	2009
	RM	RM
At cost:		
Oil palm produce	631,629	610,715
Estate stores	1,814,768	2,055,434
	<u>2,446,397</u>	<u>2,666,149</u>

The cost of inventories recognised as an expense during the financial year in the income statements amounts to RM13,873,968 (2009: RM18,218,765).

18. Receivables

	Group		Company	
	2010	2009	2010	2009
	RM	RM	RM	RM
Trade receivables				
Third parties	6,743,357	5,450,895	6,743,357	5,450,895
A company in which certain directors and substantial shareholders have interest	590,747	117,705	590,747	117,705
	<u>7,334,104</u>	<u>5,568,600</u>	<u>7,334,104</u>	<u>5,568,600</u>
Other receivables				
Deposits, prepayments and other receivables	1,233,111	1,132,227	1,232,964	1,132,116
Receivables	<u>8,567,215</u>	<u>6,700,827</u>	<u>8,567,068</u>	<u>6,700,716</u>

(a) Credit risk

The Group's primary exposure to credit risk arose through its trade receivables. The Group's normal trade credit term is 30 days (2009: 30 days). Other credit terms are assessed and approved on a case-by-case basis. Credit risks are minimised and monitored via strictly limiting the Group's association to business partners with high creditworthiness. The Group seeks to maintain strict control over its outstanding receivables and has a management reporting procedure to monitor on an ongoing basis.

The Group and the Company have no significant concentration of credit risk that may arise from exposures to a single debtor or to groups of debtors other than debt due from groups of debtors amounting to RM3,499,413 (2009: RM3,147,449).

(b) Amount due from a company in which certain directors and substantial shareholders have interest

The amount due from a company in which certain directors and substantial shareholders have interest is non-interest bearing, unsecured, repayable on demand and is to be settled in cash.

Further details on related party transactions are disclosed in Note 28.

Other information on financial risks of other receivables are disclosed in Note 30.

19. Due from a subsidiary

The amount due from a subsidiary is non-trade in nature, unsecured, interest free and repayable on demand.

NOTES TO THE FINANCIAL STATEMENTS
31 AUGUST 2010

20. Cash and cash equivalents

	Group		Company	
	2010	2009	2010	2009
	RM	RM	RM	RM
Cash on hand and at banks	4,924,949	2,029,297	4,913,429	2,015,440
Deposits with:				
Licensed banks	139,520,629	138,213,071	139,450,629	138,143,071
Other financial institutions	28,744,625	32,994,525	28,744,625	32,994,525
	<u>168,265,254</u>	<u>171,207,596</u>	<u>168,195,254</u>	<u>171,137,596</u>
Cash and bank balances	<u>173,190,203</u>	<u>173,236,893</u>	<u>173,108,683</u>	<u>173,153,036</u>

The fixed deposits with licensed banks of the Group and of the Company amounting to RM1,048,116 (2009: RM1,019,513) have been pledged to the banks for guarantee facilities provided to the Group and the Company. The Group's and the Company's deposits with other financial institutions relate to placements with foreign banks.

Other information on financial risks of cash and cash equivalents are disclosed in Note 30.

For the purpose of the cash flow statements, cash and cash equivalents comprise the following as at the balance sheet date:

	Group		Company	
	2010	2009	2010	2009
	RM	RM	RM	RM
Cash and bank balances	173,190,203	173,236,893	173,108,683	173,153,036
Less: Deposits pledged for bank guarantee facilities	(1,048,116)	(1,019,513)	(1,048,116)	(1,019,513)
Cash and cash equivalents	<u>172,142,087</u>	<u>172,217,380</u>	<u>172,060,567</u>	<u>172,133,523</u>

21. Payables

	Group		Company	
	2010	2009	2010	2009
	RM	RM	RM	RM
Trade payables				
Third parties	2,630,034	2,817,831	2,630,034	2,817,831
Persons connected with certain directors and a substantial shareholder	95,120	398,190	95,120	398,190
	<u>2,725,154</u>	<u>3,216,021</u>	<u>2,725,154</u>	<u>3,216,021</u>
Other payables				
Accruals and sundry payables				
- Third parties	4,165,194	3,970,939	4,163,994	3,969,739
- Associate	2,556	93,278	2,556	93,278
	<u>4,167,750</u>	<u>4,064,217</u>	<u>4,166,550</u>	<u>4,063,017</u>
Payables	<u>6,892,904</u>	<u>7,280,238</u>	<u>6,891,704</u>	<u>7,279,038</u>

(a) Trade payables

Trade payables are non-interest bearing and the normal trade credit terms granted to the Group ranges from 30 to 90 days (2009: 30 to 90 days).

(b) Amount due to persons connected with certain directors and a substantial shareholder

The amount due to persons connected with certain directors and a substantial shareholder is non-interest bearing, unsecured, repayable on demand and is to be settled in cash.

Further details on related party transactions are disclosed in Note 28.

NOTES TO THE FINANCIAL STATEMENTS
31 AUGUST 2010

22. Share capital

	Number of ordinary shares of RM1.00 each		Amount	
	2010	2009	2010	2009
Authorised share capital				
At 1 September 2009/2008 and 31 August 2010/2009	150,000,000	150,000,000	150,000,000	150,000,000

Issued and fully paid

	Number of ordinary stock units of RM1.00 each	<----- Amount ----->	
		Share capital RM	Share premium RM
At 1 September 2009/2008 and 31 August 2010/2009	91,363,250	91,363,250	19,654,027

The holders of ordinary stock units are entitled to receive dividends as declared from time to time and are entitled to one vote per stock unit at meetings of the Company. All ordinary stock units rank equally with regard to the Company's residual assets.

23. Other reserves

(a) Asset revaluation reserve – freehold and leasehold lands and biological assets

The asset revaluation reserve is used to record increases in the fair value of freehold and leasehold lands and biological assets and decreases to the extent that such decrease relates to an increase on the same asset previously recognised in equity.

(b) Foreign currency translation reserve

The foreign currency translation reserve is used to record exchange differences arising from the translation of the financial statements of foreign operations whose functional currency is different from the Group's presentation currency.

24. Retained profits

Prior to the year of assessment 2008, Malaysian companies adopted the full imputation system. In accordance with the Finance Act 2007 which was gazetted on 28 December 2007, companies shall not be entitled to deduct tax on dividend paid, credited or distributed to its shareholders, and such dividends will be exempted from tax in the hands of the shareholders ("single tier system"). However, there is a transitional period of six years, expiring on 31 December 2013, to allow companies to pay franked dividends to their shareholders under limited circumstances. Companies also have an irrevocable option to disregard the 108 balance and opt to pay dividends under the single tier system. The change in the tax legislation also provides for the 108 balance to be locked-in as at 31 December 2007 in accordance with Section 39 of the Finance Act 2007.

The Company did not elect for the irrevocable option to disregard the 108 balance. Accordingly, during the transitional period, the Company may utilise the credit in the 108 balance as at 31 August 2010 to distribute cash dividend payments to ordinary shareholders as defined under the Finance Act 2007. As at 31 August 2010, the Company has sufficient credit in the 108 balance to pay franked dividends amounting to RM177,176,391 (2009: RM204,585,363) out of its retained earnings. If the balance of the retained earnings of RM202,137,856 (2009: RM162,433,924) were to be distributed as dividends, the Company may distribute RM11,909,095 (2009: RM11,903,025) under its tax exempt income account and RM190,228,761 (2009: RM150,530,899) under the single tier system.

NOTES TO THE FINANCIAL STATEMENTS
31 AUGUST 2010

25. Deferred taxation

	Group and Company	
	2010	2009
	RM	RM
At 1 September 2009/2008	6,347,729	6,596,122
Recognised in the income statement (Note 7)	40,210	(232,993)
At 31 August 2010/2009	<u>6,387,939</u>	<u>6,347,729</u>
Presented after appropriate offsetting as follows:		
Deferred tax assets	(125,824)	(101,323)
Deferred tax liabilities	6,513,763	6,449,052
	<u>6,387,939</u>	<u>6,347,729</u>

The components and movements of deferred tax liabilities and deferred tax asset during the financial year prior to offsetting are as follows:

Deferred tax liabilities of the Group and of the Company:

	Property, plant and equipment RM	Revaluation of lands and biological assets RM	Total RM
At 1 September 2009	1,032,115	5,416,937	6,449,052
Recognised in the income statement	96,347	(31,636)	64,711
At 31 August 2010	<u>1,128,462</u>	<u>5,385,301</u>	<u>6,513,763</u>
At 1 September 2008	1,147,549	5,448,573	6,596,122
Recognised in the income statement	(115,434)	(31,636)	(147,070)
At 31 August 2009	<u>1,032,115</u>	<u>5,416,937</u>	<u>6,449,052</u>

Deferred tax asset of the Group and of the Company:

	Provision RM
At 1 September 2009	(101,323)
Recognised in the income statement	<u>(24,501)</u>
At 31 August 2010	<u>(125,824)</u>
At 1 September 2008	-
Recognised in the income statement	<u>(101,323)</u>
At 31 August 2009	<u>(101,323)</u>

26. Significant event

During the current financial year, the Company further subscribed for an additional 820,500 ordinary shares in Huay Guan Investment Pte Ltd, which is classified as unquoted equity securities and included in other investments, for a total cash consideration of RM3,187,790 pursuant to an issue of ordinary shares by Huay Guan Investment Pte Ltd on a pro-rata basis to its shareholders. The equity interest held by the Company in Huay Guan Investment Pte Ltd remained unchanged at 12.50% subsequent to the subscription.

NOTES TO THE FINANCIAL STATEMENTS
31 AUGUST 2010

27. Segment information

The chief operating decision-maker has been identified as the Board of Directors. The Board reviews the Group's internal reporting in order to assess performance and allocation of resources. The Board monitors its operating results on group perspective basis. The Group's principal activities involve predominantly the cultivation of oil palms, production and sale of fresh fruits bunches, crude palm oil and palm kernel and is wholly carried out in Malaysia.

	Group	
	2010	2009
	RM	RM
	Oil palm plantation	
Revenue from external customers	111,442,644	112,265,738
Reportable segment profit	50,024,229	48,735,932
Reportable segment assets	124,329,094	123,084,687
Reportable segment liabilities	6,892,904	7,280,238

Reportable segment profit is reconciled as follows:

Total profit for reportable segment	50,024,229	48,735,932
Share of profit of associates	8,092,558	5,622,235
Share of loss of a jointly controlled entity	(895,332)	(1,274,131)
Other income	4,767,024	6,442,375
Other operating expense	(1,416,061)	-
Profit before taxation	60,572,418	59,526,411

Reportable segment assets are reconciled as follows:

Total assets for reportable segment	124,329,094	123,084,687
Investments in associates	194,253,053	193,871,978
Investment in a jointly controlled entity	23,217,196	24,237,064
Other investments	34,525,747	23,300,582
Unallocated assets	173,404,277	173,418,066
Total assets	549,729,367	537,912,377

Reportable segment liabilities are reconciled as follows:

Total liabilities for reportable segment	6,892,904	7,280,238
Taxation	1,482,178	952,790
Deferred tax liabilities	6,387,939	6,347,729
Total liabilities	14,763,021	14,580,757

Revenue from major customers amounted to RM83,873,902 (2009: RM88,209,860)

NOTES TO THE FINANCIAL STATEMENTS
31 AUGUST 2010

28. Related party disclosures

- (a) In addition to transactions detailed elsewhere in the financial statements, the Group and the Company had the following transactions with related parties during the financial year:

	Group		Company	
	2010	2009	2010	2009
	RM	RM	RM	RM
Companies in which certain directors and substantial shareholders have interests:				
Purchase of oil palm produce	-	409,833	-	409,833
Sale of oil palm produce	991,796	135,598	991,796	135,598
Sale of fertilisers	19,144	-	19,144	-
Agency fees paid	21,600	18,000	21,600	18,000
Associates:				
Management fees paid	270,342	207,565	270,342	207,565
Persons connected with certain directors and a substantial shareholder:				
Purchase of fertilisers	2,824,885	3,120,836	2,824,885	3,120,836

(b) Compensation of key management personnel ("KMP"):

Key management personnel are those persons having authority and responsibility for planning, directing and controlling the activities of the entity either directly or indirectly.

The remuneration of key management personnel during the year was as follows:

Total KMPs' remuneration

	Group and Company	
	2010	2009
	RM	RM
Total	2,031,798	2,066,277

For the details of Board of Directors' remuneration, please refer to Note 5.

29. Capital commitment

	Group and Company	
	2010	2009
	RM	RM
Capital expenditure		
Approved and contracted for:		
Capital and investment outlay in:		
- a jointly controlled entity	22,815,210	22,815,210

NOTES TO THE FINANCIAL STATEMENTS
31 AUGUST 2010

30. Financial instruments

(a) Financial risk management objectives and policies

The Group's financial risk management policy seeks to ensure that adequate financial resources are available for the development of the Group's businesses whilst managing its interest rate, foreign exchange exposure, liquidity and credit risks. The Group operates within clearly defined guidelines that are approved by the Board and the Group's policy is not to engage in speculative transactions.

(b) Interest rate risk

Cash flow interest rate risk is the risk that future cash flows of a financial instrument will fluctuate because of changes in market interest rates. Fair value interest rate risk is the risk that the value of a financial instrument will fluctuate due to changes in market interest rates. The Group's income and operating cash flows are substantially independent of changes in market interest rates. The Group's interest-bearing financial assets are mainly short term in nature and have been mostly placed in fixed deposits or occasionally in short term commercial papers.

The weighted average effective interest rate ("WAEIR") as at the balance sheet date and the remaining maturities of the cash and bank balances of the Group and of the Company that are exposed to interest rate risk are as follows:

	WAEIR %	One month and less than one month RM	More than one month but not more than three months RM	More than three months but not more than six months RM	More than six months but not more than nine months RM	More than nine months but not more than one year RM	Total RM
At 31 August 2010							
Group	2.22	143,649,814	23,953,573	95,235	184,101	382,531	168,265,254
Company	2.22	143,579,814	23,953,573	95,235	184,101	382,531	168,195,254
At 31 August 2009							
Group	1.55	159,081,332	11,479,841	92,662	179,962	373,799	171,207,596
Company	1.55	159,011,332	11,479,841	92,662	179,962	373,799	171,137,596

(c) Foreign exchange risk

The Group's businesses are predominantly located in Malaysia. The functional currency in quoted and unquoted investments outside Malaysia is predominantly denominated in Singapore Dollar which give rise to conversion exposure. The foreign exchange exposures are not hedged.

The unhedged financial assets of the Group as at the balance sheet date that are not denominated in Ringgit Malaysia are as follows:

	Cash and bank balances RM	Non-current investments RM	Total RM
Singapore Dollar			
At 31 August 2010	32,056,138	29,799,060	61,855,198
At 31 August 2009	33,444,184	18,700,551	52,144,735

NOTES TO THE FINANCIAL STATEMENTS
31 AUGUST 2010

30. Financial instruments (cont'd)

(d) Liquidity risk

The Group has adequate cash including fixed deposits to meet its working capital requirements.

(e) Credit risk

Credit risk, or the risk of counterparties defaulting, is controlled by the application of credit approvals, limits and monitoring procedures. Credit risks are minimised and monitored via strictly limiting the Group's association to business partners with high creditworthiness. Trade receivables are usually collected within the 30 days credit period and are monitored on an ongoing basis via Group management reporting procedures.

The Group does not have any significant exposure to any individual customer or counterparty other than as disclosed in Note 18 nor does it have any major concentration or credit risk related to any financial instruments.

(f) Fair values

The carrying amounts of financial assets and liabilities of the Group and of the Company at the balance sheet date approximated their fair values except for the following:

	Group and Company	
	Carrying amounts	Fair values
	RM	RM
Financial assets		
31 August 2010		
Non-current investments		
Quoted investments (Note 16)	29,153,519	43,529,424
Unquoted equity securities (Note 16)	4,771,010	*
Unquoted debt securities (Note 16)	601,218	601,613
31 August 2009		
Non-current investments		
Quoted investments (Note 16)	21,717,362	32,563,072
Unquoted equity securities (Note 16)	1,583,220	*

* It is not practicable to estimate the fair value of the unquoted equity securities because of the lack of quoted market prices and the inability to estimate fair value without incurring excessive costs.

The fair values of the quoted investments are determined by reference to stock exchange quoted market bid prices at the close of business on the balance sheet date.

SHAREHOLDINGS STATISTICS AS AT 30 NOVEMBER 2010

Share capital

Authorised	: RM150,000,000
Issued and fully paid	: RM91,363,250
Class of stock units	: Ordinary stock units of RM1 each
Voting rights	: One vote per stock unit
No. of shareholders	: 2,481

Distribution schedule of issued and paid-up share capital

No. of Holders	%	Holdings	Total Holdings	%
46	1.86	Less than 100	1,282	*
630	25.39	100 to 1,000	512,562	0.56
1,427	57.52	1,001 to 10,000	4,841,908	5.30
299	12.05	10,001 to 100,000	9,081,173	9.94
78	3.14	100,001 to less than 5% of the issued shares	43,419,607	47.53
1	0.04	5% and above of the issued shares	33,506,718	36.67
2,481	100.00		91,363,250	100.00

* Less than 0.01%

Interests of directors in the stock units of the Company

Name of Directors	<-----Direct Interest----->		<-----Deemed Interest----->	
	No. of Stock Units of RM1.00 each	%	No. of Stock Units of RM1.00 each	%
Goh Eng Chew	500,000	0.55	33,520,968	36.69
Goh Pock Ai	500,000	0.55	-	-
Wong Aun Phui	1,030,250	1.13	2,951,905	3.23
Goh Wei Lei	-	-	-	-
Goh Beng Hwa @ Gho Bin Hoa	3,108,280	3.40	1,803,375	1.97
Gho Lian Chin	-	-	33,562,968	36.74
Sio Sit Po	851,376	0.93	1,293,750	1.42
Goh Yeok Beng	24,000	0.03	-	-
Dr Gan Kim Leng	68,812	0.08	2,152,875	2.36
Keong Choon Keat	-	-	-	-
Goh Tju Kiang @ Gho Tju Kiang @	-	-	-	-
Gho Tju Kiong	-	-	-	-
Gho Bun Tjin	-	-	-	-

Interests of directors in shares of subsidiary, Double Alliance Sdn Bhd

Name of Directors	<-----Direct Interest----->		<-----Deemed Interest----->	
	No. of Ordinary Shares of RM1.00 each	%	No. of Ordinary Shares of RM1.00 each	%
Goh Eng Chew	-	-	100,000	100.00
Goh Pock Ai	-	-	-	-
Wong Aun Phui	-	-	-	-
Goh Wei Lei	-	-	-	-
Goh Beng Hwa @ Gho Bin Hoa	-	-	-	-
Gho Lian Chin	-	-	100,000	100.00
Sio Sit Po	-	-	-	-
Goh Yeok Beng	-	-	-	-
Dr Gan Kim Leng	-	-	-	-
Keong Choon Keat	-	-	-	-
Goh Tju Kiang @ Gho Tju Kiang @	-	-	-	-
Gho Tju Kiong	-	-	-	-
Gho Bun Tjin	-	-	-	-

SHAREHOLDINGS STATISTICS AS AT 30 NOVEMBER 2010

Substantial shareholders (excluding bare trustees) as shown in the register of substantial shareholders

Name of Substantial Shareholders	<-----Direct Interest----->		<-----Deemed Interest----->	
	No. of Stock Units of RM1.00 each	%	No. of Stock Units of RM1.00 each	%
Tiong Thye Company Berhad	33,506,718	36.67	-	-
Goh Eng Chew	500,000	0.55	33,520,968	36.69
Gho Lian Chin	-	-	33,562,968	36.74
Tai Chuan Company (Private) Limited	-	-	33,506,718	36.67

List of 30 largest securities account holders according to the Record of Depositors (without aggregating the securities from different securities accounts belonging to the same person)

Name	No. of Stock Units	%
1. TIONG THYE COMPANY BERHAD	33,506,718	36.67
2. GAN PUAY CHEE SENDIRIAN BERHAD	3,195,000	3.50
3. GOH BENG HWA @ GHO BIN HOA	3,108,280	3.40
4. SHING LOONG SDN BERHAD	2,951,905	3.23
5. VALUECAP SDN BHD	2,830,500	3.10
6. KECK SENG (MALAYSIA) BERHAD	2,784,375	3.05
7. CITIGROUP NOMINEES (ASING) SDN BHD	2,064,936	2.26
EXEMPT AN FOR OCBC SECURITIES PRIVATE LIMITED (CLIENT A/C – NR)		
8. GAN SENG LIAN SENDIRIAN BERHAD	1,868,250	2.04
9. CITIGROUP NOMINEES (ASING) SDN BHD	1,297,500	1.42
CB SPORE GW FOR OVERSEA-CHINESE BANKING CORPORATION LIMITED		
10. AFFIN NOMINEES (ASING) SDN BHD	1,293,750	1.42
UOB KAY HIAN PTE LTD FOR HILLCREST PTE LTD		
11. CHEW HUAIPIN SDN BHD	1,244,100	1.36
12. MAYBAN SECURITIES NOMINEES (ASING) SDN BHD	1,127,625	1.23
PLEDGED SECURITIES ACCOUNT FOR NANYANG GUM BENJAMIN MANUFACTURING (PTE) LTD		
13. GHO ENG LIONG	1,097,625	1.20
14. WONG AUN PHUI	1,030,250	1.13
15. GAN KIM TOON SDN BHD	970,625	1.06
16. HDM NOMINEES (ASING) SDN BHD	851,376	0.93
KIM ENG SECURITIES PTE LTD FOR SIO SIT PO		
17. MAYBAN SECURITIES NOMINEES (ASING) SDN BHD	743,750	0.81
UOB KAY HIAN PTE LTD FOR SIO LEH KOEN		
18. CHIN LEONG HUAT SDN BHD	721,125	0.79
19. GOH HOOI KHIM	705,750	0.77
20. GEMAS BAHRU ESTATES SDN BHD	680,200	0.74
21. OSK NOMINEES (ASING) SDN BERHAD	678,937	0.74
DMG & PARTNERS SECURITIES PTE LTD FOR GHO KIM PHEK @ GOH KIM PHAIK		
22. GOH POCK AI	500,000	0.55
23. HDM NOMINEES (ASING) SDN BHD	500,000	0.55
UOB KAY HIAN PTE LTD FOR GOH ENG CHEW @ GHO KIM TJIN		
24. ANG TIEN CHENG & SONS SDN BHD	459,500	0.50
25. MAYBAN SECURITIES NOMINEES (ASING) SDN BHD	437,375	0.48
UOB- KAY HIAN PTE LTD FOR SIO SIT MIN		
26. LIM KIAN PENG	436,219	0.48
27. TEH WEI SIONG	353,000	0.39
28. CIMSEC NOMINEES (TEMPATAN) SDN BHD	346,471	0.38
CIMB FOR TEH WAO KHENG		
29. GAN KAN @ GAN KENG	344,344	0.38
30. SEAH MOK KHOON	331,000	0.37
	<u>68,460,486</u>	<u>74.93</u>

LIST OF PROPERTIES AS AT 31 AUGUST 2010

Location	Tenure	Size Hectares	Description	Net book value as at 31 August 2010 RM'000
Jemima & Sungei Sendayan Estate ^b	Freehold	1,618	Oil palm estate	22,243 ^a
Lot 1899, 1900, 1901, 1902, 1903, 1904, 1905, 1906, 1907, 1908, 1909, 1910, 1911, 1912, 1913 and 1914 Mukim of Port Dickson, Lot 5923, 5925, 490, 1006, 1125, 3058, 3059, 5933, 5934, 5926, 5924, 6052, 8297, and 8298 Mukim of Jimah, Daerah Port Dickson Negeri Sembilan				
Gua Musang Estate ^b	Freehold	1,618	Oil palm estate with mill (Approximate age of mill: 39 years)	18,048 ^a
Lot 154 Mukim of Ketil Daerah Gua Musang Kelantan Darul Naim				
Keratong Estate				71,150 ^a
PT 353 ^b Mukim of Keratong Daerah Rompin Pahang Darul Makmur	Leasehold (expires on 18.04.2075)	4,044	Oil palm estate with two mills (Approximate age of mills: 14 and 30 years respectively)	
PT 5117 ^c Mukim of Keratong Daerah Rompin Pahang Darul Makmur	Leasehold (expires on 17.07.2094)	527		
PT 2604 ^d Mukim of Keratong Daerah Rompin Pahang Darul Makmur	Leasehold (expires on 01.10.2056 with an option to extend for 33 years)	3,520		
				111,441

LIST OF PROPERTIES AS AT 31 AUGUST 2010

(a) Net book value as at 31 August 2010 are as follows: -

	<---Estates (Land and biological assets)--->		Buildings	
	Valuation	Cost	Cost	Total
	RM'000	RM'000	RM'000	RM'000
Jemima & Sungei Sendayan Estate	21,666	-	577	22,243
Gua Musang Estate	16,049	-	1,999	18,048
Keratong Estate	39,611	29,726	1,813	71,150
	<u>77,326</u>	<u>29,726</u>	<u>4,389</u>	<u>111,441</u>

(b) The estates were revalued in 1983. The directors have not adopted a policy of regular revaluations of such estates. In accordance with the transitional provisions issued by the Malaysian Accounting Standards Board ("MASB") on adoption of FRS 116 Property, Plant and Equipment, the valuation of these estates has not been updated, and they continue to be stated at their existing carrying amounts less accumulated depreciation.

(c) Date of acquisition: 17 July 1995

(d) Date of acquisition: 1 October 1990

OTHER INFORMATION

(a) Material Contracts

Material contracts entered into by the Company and its subsidiary which involved the directors' and major shareholders' interests either still subsisting at the end of the financial year ended 31 August 2010 or entered into since the end of the previous financial year:-

Related party transactions of a revenue or trading nature with related parties entered into by the Company during the financial year ended 31 August 2010: -

	RM
Management fees paid to Sin Thye Management Sdn. Bhd., an associate in which the substantial shareholders (Tiong Thye Company Berhad, Tai Chuan Company (Private) Limited, Goh Eng Chew and Gho Lian Chin) and several directors (Goh Eng Chew, Goh Pock Ai, Gho Lian Chin, Goh Yeok Beng, Goh Wei Lei, Goh Tju Kiang @ Gho Tju Kiang @ Gho Tju Kiong and Gho Bun Tjin) have interests.	<u>270,342</u>
Agency fee paid to Tat Lee Commodities Pte. Ltd., a company incorporated in the Republic of Singapore, in which the substantial shareholders (Goh Eng Chew and Gho Lian Chin) and several directors (Goh Eng Chew, Goh Pock Ai, Gho Lian Chin, Goh Yeok Beng, Goh Wei Lei, Goh Tju Kiang @ Gho Tju Kiang @ Gho Tju Kiong and Gho Bun Tjin) have interests.	<u>21,600</u>
Purchase of fertilisers from Kai Lee Company, the sole proprietor of whom, Ng Yong Seng, is a person connected to a substantial shareholder (Goh Eng Chew) and several directors (Goh Eng Chew, Goh Pock Ai and Goh Tju Kiang @ Gho Tju Kiang @ Gho Tju Kiong)	<u>1,228,245</u>
Purchase of fertilisers from Yew Hoe Chan, a partnership of whom, two of the partners, Gan Eng Heng and Gan Kim Farn, are persons connected to a director, Gan Kim Leng.	<u>1,596,640</u>
Transactions with Timor Oil Palm Plantation Berhad, a company in which the substantial shareholders (Tiong Thye Company Berhad, Tai Chuan Company (Private) Limited, Goh Eng Chew and Gho Lian Chin) and several directors (Goh Eng Chew, Goh Pock Ai, Gho Lian Chin, Goh Yeok Beng, Goh Wei Lei, Goh Tju Kiang @ Gho Tju Kiang @ Gho Tju Kiong and Gho Bun Tjin) have interests.	
- Sale of oil palm produce	991,796
- Sale of fertilisers	<u>19,144</u>

(b) Sanctions and /or penalties

No sanctions and/or penalties were imposed on the Company and its subsidiary, Directors or management by relevant authorities during the financial year.

(c) Non-audit fees

During the financial year ended 31 August 2010, non-audit fees paid or payable to Ernst & Young amounted to RM13,000.

FORM OF PROXY

I / We
 of
 being a member of CHIN TECK PLANTATIONS BERHAD hereby appoint
 of
 or failing him / her
 of

as my / our proxy to attend and vote on my / our behalf at the Fifty Second Annual General Meeting of the Company to be held at the Conference Room, Suite 2B-3A-3, Block 2B, Level 3A, Plaza Sentral, Jalan Stesen Sentral 5, Kuala Lumpur Sentral, 50470 Kuala Lumpur on Friday, 28 January 2011 at 10.30 am and at any adjournment thereof.

Resolutions		For	Against
1.	To receive and adopt the Directors' Report and the Financial Statements for the financial year ended 31 August 2010 and the Independent Auditors' Report thereon.		
2.	To approve the directors' fees for the financial year ended 31 August 2010 and to authorise the directors to divide such fees in the proportions and manner to be determined by them		
	To re-elect the following directors retiring under Article 94 of the Articles of Association of the Company: -		
3.	(i) Mr Goh Yeok Beng		
4.	(ii) Mr Keong Choon Keat		
5.	To re-appoint Mr Goh Eng Chew as director pursuant to Section 129(6) of the Companies Act, 1965		
6.	To re-appoint Mr Wong Aun Phui as director pursuant to Section 129(6) of the Companies Act, 1965		
7.	To re-appoint Mr Goh Beng Hwa @ Gho Bin Hoa as director pursuant to Section 129(6) of the Companies Act, 1965		
8.	To re-appoint Mr Goh Pock Ai as director pursuant to Section 129(6) of the Companies Act, 1965		
9.	To re-appoint auditors and authorise the directors to fix their remuneration.		
	Proposed renewal of shareholders' mandate for the Company and its subsidiary to enter into recurrent related party transactions of a revenue or trading nature with: -		
10.	Kai Lee Company		
11.	Yew Hoe Chan		

(Please indicate with "X" or "✓" how you wish your vote to be cast. If no specific direction as to voting is given, the proxy will vote or abstain at his discretion)

Signature(s)

Date:

No. of stock units held

CDS NO.

NOTES:

1. A member entitled to attend and vote at this Meeting may appoint a proxy to attend and vote in his stead. A proxy need not be a member of the Company.
2. If the member is a corporation, the Form of Proxy must be executed under its common seal or under the hand of a person duly authorised in writing.
3. The Form of Proxy must be deposited at the Registered Office, Suite 2B-3A-2, Block 2B, Level 3A, Plaza Sentral, Jalan Stesen Sentral 5, Kuala Lumpur Sentral, 50470 Kuala Lumpur not less than 48 hours before the time fixed for the Meeting or any adjournment thereof.



Fold this flap for sealing

Then fold here

AFFIX
POSTAGE
STAMP

CHIN TECK PLANTATIONS BERHAD
Suite 2B-3A-2
Block 2B Level 3A
Plaza Sentral
Jalan Stesen Sentral 5
Kuala Lumpur Sentral
50470 Kuala Lumpur

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