

Company No. 691393-U

RIMBUNAN SAWIT BERHAD

(Incorporated In Malaysia)

DIRECTORS' REPORT

The directors have pleasure in submitting their report together with the audited financial statements of the Group and of the Company for the financial year ended 31 August 2008.

PRINCIPAL ACTIVITIES

The principal activities of the Company are investment holding and provision of management services. The principal activities of the subsidiary companies are disclosed in Note 9 to the financial statements.

There have been no significant changes in the nature of these activities during the financial year under review.

FINANCIAL RESULTS

	Group RM	Company RM
Profit for the year	<u>38,999,593</u>	<u>14,864,815</u>

DIVIDENDS

A final dividend of 5.0 sen per ordinary share less income tax amounting to RM4,681,738 in respect of the financial year ended 31 August 2007 was paid on 19 March 2008.

The Board of Directors proposed a final dividend of 5.0 sen per ordinary share less tax amounting to RM4,810,005 in respect of the financial year ended 31 August 2008. The dividend is not recognised as a liability at the balance sheet date and will be accounted for as an appropriation of retained profits in the financial year ending 31 August 2009 after approved by the members at the forthcoming Annual General Meeting.

RESERVES AND PROVISIONS

There were no material transfers to or from reserves or provisions during the financial year other than those disclosed in the statements of changes in equity.

ISSUE OF SHARES AND DEBENTURES

The Company has not issued any shares or debentures during the financial year.

DIRECTORS OF THE COMPANY

The directors who served since the date of last report are:-

Tan Sri Datuk Diong Hiew King @ Tiong Hiew King
Tiong Chiong Ong
Tiong Kiong King
Tiong Chiong Ie
Bong Wei Leong
Tiong Ing Ming

In accordance with Article 81 of the Company's Articles of Association, Tiong Chiong Ie and Bong Wei Leong shall retire from the board at the forthcoming Annual General Meeting and being eligible, offer themselves for re-election.

Tan Sri Datuk Diong Hiew King @ Tiong Hiew King shall retire pursuant to Section 129(1) of the Companies Act 1965 and a separate resolution will be proposed for his re-appointment as director under the provision of Section 129(6) of the said act to hold office until the next Annual General Meeting of the Company.