

**RIMBUNAN SAWIT BERHAD**

[Registration No: 200501014346(691393-U)]

North Wing, Menara Rimbunan Hijau, 101, Pusat Suria Permata, Jalan Upper Lanang, 96000 Sibul, Sarawak, Malaysia

Telephone No.: 084-218555

Facsimile No.: 084-219555

Email: rsb@rsb.com.my

---

**Interim Financial Statements**For the 3<sup>rd</sup> Quarter Ended 30 September 2021

---

|   | <b>Page</b> |
|---|-------------|
| <b>Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income</b>  | 1           |
| <b>Condensed Consolidated Statement of Financial Position</b>   | 3           |
| <b>Condensed Consolidated Statement of Changes in Equity</b>  | 5           |
| <b>Condensed Consolidated Statement of Cash Flows</b>   | 7           |
| <b>Explanatory Notes</b>  |             |
| <i>Part A – Explanatory Notes Pursuant to MFRS 134</i>  | 10          |
| <i>Part B – Explanatory Notes Pursuant to Appendix 9B of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad</i> | 16          |

**RIMBUNAN SAWIT BERHAD**

[Registration No: 200501014346(691393-U)]

North Wing, Menara Rimbunan Hijau, 101, Pusat Suria Permata, Jalan Upper Lanang, 96000 Sibul, Sarawak, Malaysia

Telephone No.: 084-218555

Facsimile No.: 084-219555

Email: rsb@rsb.com.my

**Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income**For the 3<sup>rd</sup> Quarter Ended 30 September 2021*(the figures have not been audited)*

|  | Individual Quarter<br>3-month Period Ended |                      | Cumulative Quarter<br>9-month Period Ended |                      |
|--|--|----------------------|--|----------------------|
|  | 30.09.2021<br>RM'000                       | 30.09.2020<br>RM'000 | 30.09.2021<br>RM'000                       | 30.09.2020<br>RM'000 |
| REVENUE                                      | 141,206                                    | 111,159              | 375,372                                    | 273,933              |
| COST OF SALES                                | (119,994)                                  | (100,997)            | (335,366)                                  | (247,273)            |
| GROSS PROFIT                                 | 21,212                                     | 10,162               | 40,006                                     | 26,660               |
| OTHER INCOME                                 | 1,222                                      | 2,361                | 4,202                                      | 5,143                |
| DISTRIBUTION COSTS                           | (6,452)                                    | (5,696)              | (17,287)                                   | (13,885)             |
| OTHER OPERATING<br>EXPENSES                  | (1)  | (59)                 | (722)                                      | (1,483)              |
| ADMINISTRATIVE EXPENSES                      | (3,713)                                    | (4,693)              | (12,599)                                   | (13,466)             |
| FINANCE COSTS                                | (2,936)                                    | (3,283)              | (9,779)                                    | (13,061)             |
| PROFIT/(LOSS) BEFORE<br>TAXATION             | 9,332                                      | (1,208)              | 3,821                                      | (10,092)             |
| INCOME TAX EXPENSES                          | (2,671)                                    | (3,274)              | (6,413)                                    | (4,862)              |
| PROFIT/(LOSS) AFTER<br>TAXATION              | 6,661                                      | (4,482)              | (2,592)                                    | (14,954)             |
| OTHER COMPREHENSIVE<br>INCOME                | -  | -                    | -  | -                    |
| TOTAL COMPREHENSIVE<br>INCOME FOR THE PERIOD | 6,661                                      | (4,482)              | (2,592)                                    | (14,954)             |

**RIMBUNAN SAWIT BERHAD**

[Registration No: 200501014346(691393-U)]

North Wing, Menara Rimbunan Hijau, 101, Pusat Suria Permata, Jalan Upper Lanang, 96000 Sibul, Sarawak, Malaysia

Telephone No.: 084-218555

Facsimile No.: 084-219555

Email: rsb@rsb.com.my

**Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income (Cont'd)**For the 3<sup>rd</sup> Quarter Ended 30 September 2021*(the figures have not been audited)*

|   | Individual Quarter<br>3-month Period Ended |                      | Cumulative Quarter<br>9-month Period Ended |                      |
|---|--|----------------------|--|----------------------|
|   | 30.09.2021<br>RM'000                       | 30.09.2020<br>RM'000 | 30.09.2021<br>RM'000                       | 30.09.2020<br>RM'000 |
| PROFIT/(LOSS) AFTER<br>TAXATION ATTRIBUTABLE TO:- |  |                      |  |                      |
| - Owners of the Company                           | 6,679                                      | (2,025)              | (3,924)                                    | (7,726)              |
| - Non-controlling interests                       | (18)                                       | (2,457)              | 1,332                                      | (7,228)              |
|   | <u>6,661</u>                               | <u>(4,482)</u>       | <u>(2,592)</u>                             | <u>(14,954)</u>      |
| TOTAL COMPREHENSIVE<br>INCOME ATTRIBUTABLE TO:-   |  |                      |  |                      |
| - Owners of the Company                           | 6,679                                      | (2,025)              | (3,924)                                    | (7,726)              |
| - Non-controlling interests                       | (18)                                       | (2,457)              | 1,332                                      | (7,228)              |
|   | <u>6,661</u>                               | <u>(4,482)</u>       | <u>(2,952)</u>                             | <u>(14,954)</u>      |
| PROFIT/ (LOSS) PER SHARE<br>(SEN):-               |  |                      |  |                      |
| - Basic   | 0.33                                       | (0.10)               | (0.19)                                     | (0.38)               |
| - Diluted   | N/A  | N/A                  | N/A  | N/A                  |

The Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the audited financial statements for the financial year ended 31 December 2020 and the accompanying explanatory notes attached to the interim financial statements.

**RIMBUNAN SAWIT BERHAD**

[Registration No: 200501014346(691393-U)]

North Wing, Menara Rimbunan Hijau, 101, Pusat Suria Permata, Jalan Upper Lanang, 96000 Sibul, Sarawak, Malaysia

Telephone No.: 084-218555 Facsimile No.: 084-219555 Email: rsb@rsb.com.my

**Condensed Consolidated Statement of Financial Position**

As at 30 September 2021

*(the figures have not been audited)*

|   | As at<br>30.09.2021  | As at<br>31.12.2020  |
|---|----------------------|----------------------|
|   | RM'000               | RM'000               |
| <b>ASSETS</b>                               |                      |                      |
| <b>NON-CURRENT ASSETS</b>                   |                      |                      |
| Property, plant and equipment               | 826,475              | 855,047              |
| Biological assets                           | 759                  | 1,013                |
| Intangible assets                           | 40                   | 197                  |
| Other investment                            | 1,643                | 1,643                |
| Goodwill                                    | 7,462                | 7,462                |
| Deposits with licensed banks                | 120                  | 120                  |
|   | <hr/>                | <hr/>                |
|   | 836,499              | 865,482              |
| <b>CURRENT ASSETS</b>                       |                      |                      |
| Inventories                                 | 21,883               | 18,477               |
| Biological assets                           | 5,865                | 3,078                |
| Trade receivables                           | 17,149               | 10,195               |
| Other receivables, deposits and prepayments | 13,030               | 10,090               |
| Current tax assets                          | 6,900                | 3,908                |
| Deposits with licensed banks                | 89                   | 89                   |
| Cash and bank balances                      | 2,198                | 1,037                |
|   | <hr/>                | <hr/>                |
|   | 67,114               | 46,874               |
| <b>TOTAL ASSETS</b>                         | <hr/> <b>903,613</b> | <hr/> <b>912,356</b> |

**RIMBUNAN SAWIT BERHAD**

[Registration No: 200501014346(691393-U)]

North Wing, Menara Rimbunan Hijau, 101, Pusat Suria Permata, Jalan Upper Lanang, 96000 Sibul, Sarawak, Malaysia

Telephone No.: 084-218555 Facsimile No.: 084-219555 Email: rsb@rsb.com.my

**Condensed Consolidated Statement of Financial Position (Cont'd)**

As at 30 September 2021

*(the figures have not been audited)*

|  | As at<br>30.09.2021 | As at<br>31.12.2020 |
|--|---------------------|---------------------|
|  | RM'000              | RM'000              |
| <b>EQUITY AND LIABILITIES</b>                |                     |                     |
| <b>EQUITY</b>                                |                     |                     |
| Share capital                                | 614,600             | 614,600             |
| Accumulated losses                           | (228,929)           | (225,005)           |
| Equity attributable to owners of the Company | 385,671             | 389,595             |
| Non-controlling interests                    | (21,813)            | (23,145)            |
| <b>TOTAL EQUITY</b>                          | <b>363,858</b>      | <b>366,450</b>      |
| <b>NON-CURRENT LIABILITIES</b>               |                     |                     |
| Borrowings                                   | 197,227             | 205,601             |
| Deferred tax liabilities                     | 43,963              | 45,407              |
|  | 241,190             | 251,008             |
| <b>CURRENT LIABILITIES</b>                   |                     |                     |
| Trade payables                               | 64,526              | 55,219              |
| Other payables, deposits and accruals        | 30,815              | 31,122              |
| Borrowings:-                                 |                     |                     |
| - bank overdrafts                            | 2,909               | 1,848               |
| - other borrowings                           | 192,431             | 202,314             |
| Current tax liabilities                      | 7,884               | 4,395               |
|  | 298,565             | 294,898             |
| <b>TOTAL LIABILITIES</b>                     | <b>539,755</b>      | <b>545,906</b>      |
| <b>TOTAL EQUITY AND LIABILITIES</b>          | <b>903,613</b>      | <b>912,356</b>      |
| <b>NET ASSETS PER SHARE (RM)</b>             | <b>0.19</b>         | <b>0.19</b>         |

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited financial statements for the financial year ended 31 December 2020 and the accompanying explanatory notes attached to the interim financial statements.

**RIMBUNAN SAWIT BERHAD**

[Registration No: 200501014346(691393-U)]

North Wing, Menara Rimbunan Hijau, 101, Pusat Suria Permata, Jalan Upper Lanang, 96000 Sibul, Sarawak, Malaysia

Telephone No.: 084-218555 Facsimile No.: 084-219555 Email: rsb@rsb.com.my

---

**Condensed Consolidated Statement of Changes in Equity**

For the Nine Months Ended 30 September 2021

*(the figures have not been audited)*

---

|   | < ----- Non-distributable ----- ><br>Share Capital |                             |                                 |   |  |                           |
|---|--|-----------------------------|---------------------------------|---|--|---------------------------|
|   | Ordinary<br>Shares<br>RM'000                       | Merger<br>Reserve<br>RM'000 | Accumulated<br>Losses<br>RM'000 | Attributable to<br>Owners of<br>the Company<br>RM'000 | Non-<br>controlling<br>Interests<br>RM'000 | Total<br>Equity<br>RM'000 |
| Balance at 1.1.2021   | 614,600  | (53,065)                    | (171,940)                       | 389,595   | (23,145)                                   | 366,450                   |
| (Loss)/ Profit after taxation/Total<br>comprehensive income for the<br>period | -  | -                           | (3,924)                         | (3,924)   | 1,332                                      | (2,592)                   |
| Balance at 30.9.2021  | 614,600  | (53,065)                    | (175,864)                       | 385,671   | (21,813)                                   | 363,858                   |

---

**RIMBUNAN SAWIT BERHAD**

[Registration No: 200501014346(691393-U)]

North Wing, Menara Rimbunan Hijau, 101, Pusat Suria Permata, Jalan Upper Lanang, 96000 Sibul, Sarawak, Malaysia

Telephone No.: 084-218555 Facsimile No.: 084-219555 Email: rsb@rsb.com.my

**Condensed Consolidated Statement of Changes in Equity (Cont'd)**

For the Nine Months Ended 30 September 2021

*(the figures have not been audited)*

|   | < ----- Non-distributable ----- > |   |                   |                       |   |                                  |                 |
|---|-----------------------------------|---|-------------------|-----------------------|---|----------------------------------|-----------------|
|   | Share Capital                     |   |                   |                       |   |                                  |                 |
|   | Ordinary<br>Shares                | Irredeemable<br>Convertible<br>Preference<br>Shares<br>("ICPS") | Merger<br>Reserve | Accumulated<br>Losses | Attributable to<br>Owners of<br>the Company | Non-<br>controlling<br>Interests | Total<br>Equity |
|   | RM'000                            | RM'000  | RM'000            | RM'000                | RM'000                                      | RM'000                           | RM'000          |
| Balance at 1.1.2020   | 724,691                           | 82,438  | (53,065)          | (320,347)             | 433,717                                     | (11,215)                         | 422,502         |
| Conversion of ICPS  | 82,438                            | (82,438)  | -                 | -                     | -   | -                                | -               |
| Loss after taxation/Total<br>comprehensive income for the<br>period | -                                 | -   | -                 | (7,726)               | (7,726)                                     | (7,228)                          | (14,954)        |
| Balance at 30.9.2020  | 807,129                           | -   | (53,065)          | (328,073)             | 425,991                                     | (18,443)                         | 407,548         |

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 2020 and the accompanying explanatory notes attached to the interim financial statements.

**RIMBUNAN SAWIT BERHAD**

[Registration No: 200501014346(691393-U)]

North Wing, Menara Rimbunan Hijau, 101, Pusat Suria Permata, Jalan Upper Lanang, 96000 Sibul, Sarawak, Malaysia

Telephone No.: 084-218555 Facsimile No.: 084-219555 Email: rsb@rsb.com.my

**Condensed Consolidated Statement of Cash Flows**

For the Nine Months Ended 30 September 2021

*(the figures have not been audited)*

|   | 9 Months Ended |            |
|---|----------------|------------|
|   | 30.09.2021     | 30.09.2020 |
|   | RM'000         | RM'000     |
| <b>CASH FLOWS FROM OPERATING ACTIVITIES</b>         |                |            |
| Profit/ (Loss) before taxation                      | 3,821          | (10,092)   |
| Adjustments for:-                                   |                |            |
| Allowance for stock obsolescence no longer required | (8)            | (6)        |
| Amortisation of intangible assets                   | 174            | 218        |
| Bad debts written off                               | 23             | 42         |
| Biological assets written off                       | 253            | -          |
| Change in fair value of biological assets           | (2,788)        | (1,142)    |
| Change in fair value of other investment            | -              | (4,982)    |
| Depreciation of property, plant and equipment       | 40,279         | 51,474     |
| Gain on disposal of property, plant and equipment   | (8)            | (4,609)    |
| Gain on derecognition of lease contract             | (15)           | -          |
| Impairment loss on receivables no longer required   | (70)           | (8)        |
| Interest expense                                    | 9,779          | 13,061     |
| Interest income                                     | (9)            | (8)        |
| Inventories written off                             | 36             | -          |
| Property, plant and equipment written off           | 448            | 199        |
| Operating profit before working capital changes     | 51,915         | 44,147     |
| Change in inventories                               | (3,435)        | 1,910      |
| Change in trade and other receivables               | (9,846)        | (6,698)    |
| Change in trade and other payables                  | 8,998          | (10,941)   |
| <b>CASH FROM OPERATIONS</b>                         | 47,632         | 28,418     |
| Income tax paid                                     | (9,300)        | (4,491)    |
| Income tax refunded                                 | 1,940          | 1,005      |
| Interest paid                                       | (10,642)       | (14,250)   |
| Interest received                                   | 9              | 8          |
| <b>NET CASH FROM OPERATING ACTIVITIES</b>           | 29,639         | 10,690     |
| <b>BALANCE CARRIED FORWARD</b>                      | 29,639         | 10,690     |



**RIMBUNAN SAWIT BERHAD**

[Registration No: 200501014346(691393-U)]

North Wing, Menara Rimbunan Hijau, 101, Pusat Suria Permata, Jalan Upper Lanang, 96000 Sibul, Sarawak, Malaysia

Telephone No.: 084-218555 Facsimile No.: 084-219555 Email: rsb@rsb.com.my

**Condensed Consolidated Statement of Cash Flows (Cont'd)**

For the Nine Months Ended 30 September 2021

*(the figures have not been audited)*

|   | 9 Months Ended       |                      |
|---|----------------------|----------------------|
|   | 30.09.2021<br>RM'000 | 30.09.2020<br>RM'000 |
| BALANCE BROUGHT FORWARD                                 | 29,639               | 10,690               |
| CASH FLOWS FOR INVESTING ACTIVITIES                     |                      |                      |
| Costs incurred on biological assets                     | (3)                  | (164)                |
| Proceeds from disposal of property, plant and equipment | 985                  | 85,738               |
| Purchase of property, plant and equipment               | (12,247)             | (6,234)              |
| Purchase of intangible assets                           | (17)                 | -                    |
| NET CASH (FOR)/FROM INVESTING ACTIVITIES                | (11,282)             | 79,340               |
| CASH FLOWS FOR FINANCING ACTIVITIES                     |                      |                      |
| Change in bankers' acceptance                           | (1,897)              | (1,853)              |
| Change in revolving credit                              | 2,662                | (11,775)             |
| Drawdown of term loans                                  | 2,682                | -                    |
| Proceeds from promissory note                           | -                    | (100)                |
| Repayment of lease liabilities                          | (1,044)              | (3,809)              |
| Repayment of term loans                                 | (20,660)             | (51,098)             |
| NET CASH FOR FINANCING ACTIVITIES                       | (18,257)             | (68,635)             |
| NET CHANGE IN CASH AND CASH EQUIVALENTS                 | 100                  | 21,395               |
| CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR          | (722)                | (16,763)             |
| CASH AND CASH EQUIVALENTS AT END OF PERIOD              | (622)                | 4,632                |

**RIMBUNAN SAWIT BERHAD**

[Registration No: 200501014346(691393-U)]

North Wing, Menara Rimbunan Hijau, 101, Pusat Suria Permata, Jalan Upper Lanang, 96000 Sibul, Sarawak, Malaysia

Telephone No.: 084-218555 Facsimile No.: 084-219555 Email: rsb@rsb.com.my

---

**Condensed Consolidated Statement of Cash Flows (Cont'd)**

For the Nine Months Ended 30 September 2021

*(the figures have not been audited)*

---

Cash and cash equivalents included in the Condensed Consolidated Statement of Cash Flows comprise:-

|  | 9 Months Ended       |                      |
|--|----------------------|----------------------|
|  | 30.09.2021<br>RM'000 | 30.09.2020<br>RM'000 |
| Cash and bank balances                   | 2,198                | 1,597                |
| Deposits with licensed banks             | 209                  | 3,155                |
| Bank overdrafts                          | (2,909)              | -                    |
|  | <hr/>                | <hr/>                |
|  | (502)                | 4,752                |
| Less: Deposits pledged to licensed banks | (120)                | (120)                |
|  | <hr/>                | <hr/>                |
|  | (622)                | 4,632                |
|  | <hr/>                | <hr/>                |

The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the audited financial statements for the financial year ended 31 December 2020 and the accompanying explanatory notes attached to the interim financial statements.

**RIMBUNAN SAWIT BERHAD**

[Registration No: 200501014346(691393-U)]

North Wing, Menara Rimbunan Hijau, 101, Pusat Suria Permata, Jalan Upper Lanang, 96000 Sibul, Sarawak, Malaysia

Telephone No.: 084-218555 Facsimile No.: 084-219555 Email: rsb@rsb.com.my

---

**Part A – Explanatory Notes Pursuant to MFRS 134**

---

**A1 Basis of Preparation**

The unaudited interim financial statements have been prepared in accordance with MFRS 134 Interim Financial Reporting and Chapter 9 Appendix 9B of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad.

The interim financial statements should be read in conjunction with the audited financial statements of the Group for the financial year ended 31 December 2020. These explanatory notes attached to the interim financial statements provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group since the financial year ended 31 December 2020.

The financial statements of the Group are prepared under the historical cost convention and modified to include other bases of valuation as disclosed in other sections under significant accounting policies, and in compliance with Malaysian Financial Reporting Standards (“MFRSs”), International Financial Reporting Standards and the requirements of the Companies Act 2016 in Malaysia.

During the current financial year, the Group has adopted the following new accounting standard(s) and/or interpretation(s) (including the consequential amendments, if any):-

**MFRSs and/or IC Interpretations (Including The Consequential Amendments)**

Amendments to MFRS 3: Definition of a Business

Amendments to MFRS 4: Extension of the Temporary Exemption from Applying MFRS 9

Amendments to MFRS 9, MFRS 139 and MFRS 7: Interest Rate Benchmark Reform

Amendments to MFRS 16: COVID-19-Related Rent Concessions

Amendments to MFRS 101 and MFRS 108: Definition of Material

Amendments to References to the Conceptual Framework in MFRS Standards

The adoption of the above accounting standard(s) and/or interpretation(s) (including the consequential amendments, if any) did not have any material impact on the Group’s financial statements.

The Group has not applied in advance the following accounting standard(s) and/or interpretation(s) (including the consequential amendments, if any) that have been issued by the Malaysian Accounting Standards Board (MASB) but are not yet effective for the current financial year:-

**MFRSs and/or IC Interpretations (Including The Consequential Amendments)****Effective Date**

MFRS 17 Insurance Contracts

1 January 2023

Amendments to MFRS 3: Reference to the Conceptual Framework

1 January 2022

Amendments to MFRS 10 and MFRS 128: Sale or Contribution of Assets between an Investor and its Associate or Joint Venture

Deferred

Amendment to MFRS 16: COVID-19-Related Rent Concessions Beyond 30 June 2021

1 April 2021

**RIMBUNAN SAWIT BERHAD**

[Registration No: 200501014346(691393-U)]

North Wing, Menara Rimbunan Hijau, 101, Pusat Suria Permata, Jalan Upper Lanang, 96000 Sibul, Sarawak, Malaysia

Telephone No.: 084-218555 Facsimile No.: 084-219555 Email: rsb@rsb.com.my

---

**Part A – Explanatory Notes Pursuant to MFRS 134**

---

**A1 Basis of Preparation (Cont'd)**

The Group has not applied in advance the following accounting standard(s) and/or interpretation(s) (including the consequential amendments, if any) that have been issued by the Malaysian Accounting Standards Board (MASB) but are not yet effective for the current financial year:- (Cont'd)

| <b>MFRSs and/or IC Interpretations (Including The Consequential Amendments)</b>      | <b>Effective Date</b> |
|--|-----------------------|
| Amendments to MFRS 17 Insurance Contracts  | 1 January 2023        |
| Amendments to MFRS 101: Classification of Liabilities as Current or Non-current      | 1 January 2023        |
| Amendments to MFRS 101: Disclosure of Accounting Policies                            | 1 January 2023        |
| Amendments to MFRS 116: Property, Plant and Equipment – Proceeds before Intended Use | 1 January 2022        |
| Amendments to MFRS 137: Onerous Contracts – Cost of Fulfilling a Contract            | 1 January 2022        |
| Annual Improvements to MFRS Standards 2018 – 2020                                    | 1 January 2022        |

The adoption of the above accounting standard(s) and/or interpretation(s) (including the consequential amendments, if any) is expected to have no material impact on the financial statements of the Group upon their initial application.

**A2 Comments about Seasonality or Cyclicity of Operations**

The prices for the Group's products are not within the control of the Group but are determined by the global supply and demand situation for edible oils.

Crop production is affected by weather conditions, age of palms and availability of labour force.

The prices obtainable for the Group's products as well as the volume of production will determine the profits for the Group.

**A3 Unusual Items Due to their Nature, Size or Incidence**

There were no unusual items affecting assets, liabilities, equity, net income or cash flows for the period under review.



**RIMBUNAN SAWIT BERHAD**

[Registration No: 200501014346(691393-U)]

North Wing, Menara Rimbunan Hijau, 101, Pusat Suria Permata, Jalan Upper Lanang, 96000 Sibul, Sarawak, Malaysia

Telephone No.: 084-218555 Facsimile No.: 084-219555 Email: rsb@rsb.com.my

---

**Part A – Explanatory Notes Pursuant to MFRS 134 (Cont'd)**

---

**A4 Changes in Estimates**

There were no changes in estimates that have had a material effect on the results of the Group for the period under review.

**A5 Debt and Equity Securities**

There were no issuances, cancellations, repurchases, resale and repayments of debt and equity securities for the period under review.

**A6 Dividends Paid**

There were no dividends paid during the current quarter.

**A7 Segment Information**

Information about operating segment is not reported separately as the Group's profit or loss, assets and liabilities are mainly confined to a single operating segment, namely the oil palm plantation and operation of palm oil mill.

**A8 Property, Plant and Equipment**

(a) Acquisitions and Disposals

During the 9-month period ended 30 September 2021, the Group acquired assets at a cost of RM12.2 million.

Assets with a carrying amount of RM1,107,500 were disposed off by the Group during the 9-month period ended 30 September 2021, resulting in a net gain on disposal of RM8,639 which is included in the statement of profit or loss and other comprehensive income.

(b) Valuations

The Group did not have any revalued assets.

**A9 Material Events Subsequent to the End of the Interim Period**

There were no material events subsequent to the end of the period under review that have not been reflected in the financial statements.

**RIMBUNAN SAWIT BERHAD**

[Registration No: 200501014346(691393-U)]

North Wing, Menara Rimbunan Hijau, 101, Pusat Suria Permata, Jalan Upper Lanang, 96000 Sibul, Sarawak, Malaysia

Telephone No.: 084-218555 Facsimile No.: 084-219555 Email: rsb@rsb.com.my

---

**Part A – Explanatory Notes Pursuant to MFRS 134 (Cont'd)**

---

**A10 Changes in the Composition of the Group**

There were no significant changes in the composition of the Group for the quarter under review.

**A11 Changes in Contingent Liabilities or Contingent Assets**

On 23 December 2020, Timrest Sdn. Bhd. (“TSB”), a wholly-owned subsidiary of the Company, received notices of assessment for the years of assessment (“YAs”) 2012, 2014 and 2015, and notices of additional assessment for the YAs 2010, 2011, 2013, 2016 and 2017 (“Assessments”) in an amount totalling RM56.4 million.

The Assessments arose as a result of the Director General of Inland Revenue’s (“DGIR”) contention that the disposal of cultivation rights under Licence for Planted Forest at the Simunjan estate in 2018 rendered TSB engaging in an adventure or concern in the nature of trade; the disposal of which was therefore subject to income tax under the Income Tax Act 1967 (“ITA”) instead of real property gains tax under the Real Property Gains Tax Act 1976 (“RPGTA”). The claim of agriculture allowance under Schedule 3 of the ITA on the expenditure incurred on planting activities arising from the Simunjan estate was consequently disallowed for YAs 2010 to 2017.

TSB challenged the Assessments and on 15 January 2021, filed a judicial review application against the Ministry of Finance (“Respondent”). The Kuala Lumpur High Court had initially fixed the hearing for TSB’s application for leave to commence judicial review on 2 February 2021. However, the DGIR has made an application to intervene in the judicial review proceeding commenced by TSB. The High Court provided directions to the parties in respect to the DGIR’s application to intervene and fixed the hearing for the DGIR’s application on 12 April 2021, with the decision to be fixed on 3 June 2021 after the hearing. Further, the High Court has granted an interim stay upon the enforcement of the Assessments until the hearing on 3 June 2021, whereby the disputed taxes do not have to be paid.

On 3 June 2021, in view of the 2 cases which was previously heard by YA Hakim Datuk Noorin Binti Badaruddin (Puncak Niaga Construction Sdn Bhd v Menteri Kewangan Malaysia) and YA Hakim Dato Sri Mariana Binti Yahya (Desaru Property Development Sdn Bhd v Menteri Kewangan Malaysia), whereby two conflicting decisions were given and appeals were lodged to the Court of Appeal, the Court takes the position that the decision of the Court of Appeal will be binding upon the present application.

In this regard, the Judge reserves his decision pending the outcome of the 2 appeals before the Court of Appeal. The Judge fixed a case management date on 6 September 2021 for parties to update the Court on the outcome of the appeals at the Court of Appeal. Further, the Judge granted an interim stay until the disposal of the Leave hearing, whereby the disputed taxes do not have to be paid until the leave hearing is heard and decided.

On 6 September 2021, it was fixed for case management of Enclosure 11 (intervener application) and case management for Enclosure 1 (leave) to update the court on the outcome of the appeals at the Court of Appeal against the conflicting decisions of YA Hakim Datuk Noorin Binti Badaruddin (Puncak Niaga Construction Sdn Bhd v Menteri Kewangan Malaysia)



**RIMBUNAN SAWIT BERHAD**

[Registration No: 200501014346(691393-U)]

North Wing, Menara Rimbunan Hijau, 101, Pusat Suria Permata, Jalan Upper Lanang, 96000 Sibul, Sarawak, Malaysia

Telephone No.: 084-218555 Facsimile No.: 084-219555 Email: rsb@rsb.com.my

---

**Part A – Explanatory Notes Pursuant to MFRS 134 (Cont’d)**

---

**A11 Changes in Contingent Liabilities or Contingent Assets (Cont’d)**

and YA Hakim Dato Sri Mariana Binti Yahya (Desaru Property Development Sdn Bhd v Menteri Kewangan Malaysia).

The Applicant informed the Court that the hearing dates for the appeals at the Court of Appeal are still pending and not fixed yet. The Court fixed a case management on 18.11.2021 at 9am via Zoom (unless instructed otherwise by the Court) to update the court on the status of the appeals at the Court of Appeal. The interim stay granted until the disposal of leave hearing as instructed by Court previously remains valid and effective.

On 18 November 2021, the Applicant informed the Court that both appeals are fixed to be heard together on 14.12.2021. The Court then fixed a case management on 21.12.2021 at 9am via Zoom pending the outcome of the COA appeals. Interim stay granted until the disposal of leave hearing as instructed by Court previously remains valid and effective.

Management believes, based on legal advice, that TSB has an arguable case to contend that the Respondent has exceeded its jurisdiction and acted illegally and unreasonably in failing to exercise its power under Section 135 of the ITA to provide directions to the DGIR and/or Section 127(3A) of the ITA to set aside or exempt the notices of additional assessment. Further, the DGIR's conduct in subjecting the gains arising from TSB's disposal of cultivation rights at the Simunjan estate to Section 4(a) of the ITA is without legal and factual basis. Therefore, no provision is required to be made in the financial statements.

**A12 Capital Commitments**

The amount of capital commitments not provided for in the financial statements as at 30 September 2021 was as follows:-

|                                   |        |
|-----------------------------------|--------|
|                                   | RM'000 |
| Property, plant and equipment:-   |        |
| - Contracted but not provided for | 822    |
|                                   | _____  |

[The rest of this page is intentionally left blank]

**RIMBUNAN SAWIT BERHAD**

[Registration No: 200501014346(691393-U)]

North Wing, Menara Rimbunan Hijau, 101, Pusat Suria Permata, Jalan Upper Lanang, 96000 Sibul, Sarawak, Malaysia

Telephone No.: 084-218555 Facsimile No.: 084-219555 Email: rsb@rsb.com.my

**Part A – Explanatory Notes Pursuant to MFRS 134 (Cont'd)****A13 Significant Related Party Transactions**

The Group carried out the following significant transactions with the related parties during the period under review:-

|  | Individual Quarter<br>3 Months Ended |                      | Cumulative Quarter<br>9 Months Ended |                      |
|--|--------------------------------------|----------------------|--------------------------------------|----------------------|
|  | 30.09.2021<br>RM'000                 | 30.09.2020<br>RM'000 | 30.09.2021<br>RM'000                 | 30.09.2020<br>RM'000 |
| Consultancy fees paid                        | 18                                   | 15                   | 44                                   | 26                   |
| Interest paid                                | 201                                  | 53                   | 659                                  | 189                  |
| Purchase of fertilisers and<br>chemicals     | 1                                    | 12                   | 72                                   | 14                   |
| Purchase of FFB                              | 6,723                                | 2,073                | 12,895                               | 4,778                |
| Purchase of Seedlings                        | 128                                  | -                    | 225                                  | -                    |
| Purchase of property, plant<br>and equipment | 618                                  | 4                    | 3,488                                | 10                   |
| Purchase of stores and<br>consumables        | 655                                  | 571                  | 1,920                                | 1,163                |
| Rental paid                                  | 19                                   | 372                  | 407                                  | 1,115                |
| Repairs and maintenance                      | 40                                   | 53                   | 85                                   | 82                   |
| Transportation and<br>accommodation charges  | 2                                    | 3                    | 8                                    | 7                    |
| Utilities, insurance, and sundry<br>expenses | 43                                   | 41                   | 115                                  | 87                   |
| Rental received                              | 7                                    | 2                    | 29                                   | 6                    |
| Sale of crude palm oil                       | 26,814                               | 21,890               | 69,731                               | 55,049               |
| Sale of Palm Kernel                          | 2,228                                | -                    | 4,135                                | -                    |
| Sale of empty bunch ash                      | -                                    | -                    | -                                    | 1                    |
| Sale of FFB                                  | 4,520                                | 5,881                | 18,804                               | 19,406               |
| Sale of property, plant and<br>equipment     | -                                    | 87                   | 4                                    | 87                   |
| Sale of stores and consumables               | 10                                   | 9                    | 73                                   | 47                   |
| Transportation and handling<br>income        | 299                                  | 390                  | 821                                  | 1,040                |
| Utilities, insurance, and sundry<br>income   | (29)                                 | 47                   | 59                                   | 72                   |




**RIMBUNAN SAWIT BERHAD**

[Registration No: 200501014346(691393-U)]

North Wing, Menara Rimbunan Hijau, 101, Pusat Suria Permata, Jalan Upper Lanang, 96000 Sibul, Sarawak, Malaysia

Telephone No.: 084-218555 Facsimile No.: 084-219555 Email: rsb@rsb.com.my

**Part B – Explanatory Notes Pursuant to Appendix 9B of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad**
**B1 Review of Performance**
*Financial review for current quarter and financial year to date*

|  | Individual Quarter<br>3 Months Ended |            | Changes<br>(%) | Cumulative Quarter<br>9 Months Ended |            | Changes<br>(%) |
|--|--------------------------------------|------------|----------------|--------------------------------------|------------|----------------|
|  | 30.09.2021                           | 30.09.2020 |                | 30.09.2021                           | 30.09.2020 |                |
|  | RM'000                               | RM'000     |                | RM'000                               | RM'000     |                |
| Revenue  | 141,206                              | 111,159    | 27.0%          | 375,372                              | 273,933    | 37.0%          |
| Gross profit   | 21,212                               | 10,162     | 108.7%         | 40,006                               | 26,660     | 50.1%          |
| Profit before interest<br>and taxation                       | 12,268                               | 2,075      | 491.2%         | 13,600                               | 2,969      | 358.1%         |
| Profit/(Loss) before<br>taxation                             | 9,332                                | (1,208)    | 872.5%         | 3,821                                | (10,092)   | 137.9%         |
| Profit/(Loss) after<br>taxation                              | 6,661                                | (4,482)    | 248.6%         | (2,592)                              | (14,954)   | 82.7%          |
| Profit/(Loss)<br>attributable to<br>owners of the<br>Company | 6,679                                | (2,025)    | 429.8%         | (3,924)                              | (7,726)    | 49.2%          |

| Statistic                                | Individual Quarter<br>3 Months Ended |            | Changes<br>(%) | Cumulative Quarter<br>9 Months Ended |            | Changes<br>(%) |
|--|--------------------------------------|------------|----------------|--------------------------------------|------------|----------------|
|  | 30.09.2021                           | 30.09.2020 |                | 30.09.2021                           | 30.09.2020 |                |
| <b>Production volume (MT)</b>            |                                      |            |                |                                      |            |                |
| FFB                                      | 47,992                               | 68,610     | -30.1%         | 140,474                              | 187,356    | -25.0%         |
| CPO                                      | 26,596                               | 33,054     | -19.5%         | 74,729                               | 83,087     | -10.1%         |
| PK                                       | 5,578                                | 7,095      | -21.4%         | 15,943                               | 17,809     | -10.5%         |
| <b>Sales volume (MT)</b>                 |                                      |            |                |                                      |            |                |
| CPO                                      | 26,431                               | 33,317     | -20.7%         | 74,647                               | 84,104     | -11.2%         |
| PK                                       | 5,532                                | 7,142      | -22.6%         | 15,977                               | 17,918     | -10.8%         |
| <b>Average selling price (RM per MT)</b> |                                      |            |                |                                      |            |                |
| FFB                                      | 835                                  | 481        | 73.6%          | 795                                  | 453        | 75.5%          |
| CPO                                      | 4,283                                | 2,643      | 62.1%          | 3,989                                | 2,560      | 55.8%          |
| PK                                       | 2,347                                | 1,349      | 74.0%          | 2,369                                | 1,379      | 71.8%          |



**RIMBUNAN SAWIT BERHAD**

[Registration No: 200501014346(691393-U)]

North Wing, Menara Rimbunan Hijau, 101, Pusat Suria Permata, Jalan Upper Lanang, 96000 Sibul, Sarawak, Malaysia

Telephone No.: 084-218555 Facsimile No.: 084-219555 Email: rsb@rsb.com.my

---

**Part B – Explanatory Notes Pursuant to Appendix 9B of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad (Cont’d)**

---

**B1 Review of Performance (Cont’d)**

**3 Months Ended 30.09.2021 vs 30.09.2020**

The Group achieved higher revenue of RM141.2 million, an increase of 27.0% from RM111.2 million on 30 September 2021. This was principally due to ongoing favourable growth in average selling price on FFB, CPO and PK throughout the quarter by 73.6%, 62.1% and 74.0% respectively where the average selling price for FFB, CPO and PK was at RM835, RM4,283 and RM2,347 for 3 months ended 30 September 2021 respectively.

The Group recorded gross profit of RM21.2 million and profit after taxation of RM6.7 million in the current quarter as compared to corresponding period with gross profit of RM10.2 million and loss after taxation of RM4.5 million mainly due to higher CPO, FFB and PK price.

[The rest of this page is intentionally left blank]

---

**Part B – Explanatory Notes Pursuant to Appendix 9B of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad (Cont'd)**


---

**B2 Material Change in the Profit Before Taxation for the Current Quarter as Compared with the Immediate Preceding Quarter**

|   | Current<br>Quarter Ended | Immediate<br>Preceding<br>Quarter Ended | Changes<br>(%) |
|---|--------------------------|---|----------------|
|   | 30.09.2021               | 30.06.2021                              |                |
|   | RM'000                   | RM'000                                  |                |
| Revenue   | 141,206                  | 133,569                                 | 5.7%           |
| Gross profit  | 21,212                   | 15,518                                  | 36.7%          |
| Profit before interest and taxation                 | 12,268                   | 7,050                                   | 74.0%          |
| Profit before taxation                              | 9,332                    | 3,319                                   | 181.2%         |
| Profit after taxation                               | 6,661                    | 837                                     | 695.8%         |
| Profit/(Loss) attributable to owners of the Company | 6,679                    | (37)                                    | 18,151.7%      |

| Statistic                                | Current<br>Quarter Ended | Immediate<br>Preceding<br>Quarter Ended | Changes<br>(%) |
|--|--------------------------|---|----------------|
|  | 30.09.2021               | 30.06.2021                              |                |
| <b>Production volume (MT)</b>            |                          |   |                |
| FFB                                      | 47,992                   | 48,521                                  | -1.1%          |
| CPO                                      | 26,596                   | 25,691                                  | 3.5%           |
| PK                                       | 5,578                    | 5,550                                   | 0.5%           |
| <b>Sales volume (MT)</b>                 |                          |   |                |
| CPO                                      | 26,431                   | 26,521                                  | -0.3%          |
| PK                                       | 5,532                    | 5,428                                   | 1.9%           |
| <b>Average selling price (RM per MT)</b> |                          |   |                |
| FFB                                      | 835                      | 805                                     | 3.7%           |
| CPO                                      | 4,283                    | 4,037                                   | 6.1%           |
| PK                                       | 2,347                    | 2,456                                   | -4.4%          |

**3 Months Ended 30.09.2021 vs 30.06.2021**

Revenue increased by 5.7% to RM141.2 million mainly due to higher average selling price achieved on FFB and CPO by 3.7% and 6.1% to RM835 and RM4,283 respectively as compared to immediate preceding quarter.

Concurrently, the Group recorded pre-tax profit of RM9.3 million and profit after taxation of RM6.7 million, both improved in comparison to immediate preceding quarter due to higher selling price. Besides, gain in fair value changes in biological asset of RM0.85 million and reduction of admin expenses and other operating expenses by RM0.47 million also contribute to the higher profit.

**RIMBUNAN SAWIT BERHAD**

[Registration No: 200501014346(691393-U)]

North Wing, Menara Rimbunan Hijau, 101, Pusat Suria Permata, Jalan Upper Lanang, 96000 Sibul, Sarawak, Malaysia

Telephone No.: 084-218555 Facsimile No.: 084-219555 Email: rsb@rsb.com.my

---

**Part B – Explanatory Notes Pursuant to Appendix 9B of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad (Cont'd)**

---

**B3 Commentary on Prospects**

The crude palm oil (CPO) futures is expected to remain strong until year-end following the price which passed RM5,000 a tonne on October 2021, which is an all-time high. The prospect of lower production as well as the robust demand from China, which is currently in the midst of an energy supply crisis, may increase the intake of palm oil for biofuel. With the expectation of firm palm oil prices, demand of the market and the forthcoming peak crop season, the Group remains cautiously optimistic on the outlook of plantation segment.

**B4 Financial Estimate, Forecast, Projection or Internal Targets**

The Group has not issued any financial estimate, forecast, projection or internal targets for the period under review.

**B5 Income Tax Expense**

|                           | Individual Quarter<br>3 Months Ended |                      | Cumulative Quarter<br>9 Months Ended |                      |
|---------------------------|--------------------------------------|----------------------|--------------------------------------|----------------------|
|                           | 30.09.2021<br>RM'000                 | 30.09.2020<br>RM'000 | 30.09.2021<br>RM'000                 | 30.09.2020<br>RM'000 |
| Tax expense for the year: |                                      |                      |                                      |                      |
| Current tax               | 2,915                                | 4,072                | 7,857                                | 6,752                |
| Deferred tax              | (244)                                | (798)                | (1,444)                              | (1,890)              |
|                           | <u>2,671</u>                         | <u>3,274</u>         | <u>6,413</u>                         | <u>4,862</u>         |

The effective tax rate for the Group were higher than the statutory tax rate of 24%. This is mainly due to expenses not deductible for tax purposes and tax losses of certain subsidiaries where deferred tax assets have not been recognised.



**RIMBUNAN SAWIT BERHAD**

[Registration No: 200501014346(691393-U)]

North Wing, Menara Rimbunan Hijau, 101, Pusat Suria Permata, Jalan Upper Lanang, 96000 Sibul, Sarawak, Malaysia

Telephone No.: 084-218555 Facsimile No.: 084-219555 Email: rsb@rsb.com.my

**Part B – Explanatory Notes Pursuant to Appendix 9B of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad (Cont'd)**

**B6 Corporate Proposals Pending Completion and Status of Utilisation of Proceeds Raised from Corporate Proposals**

| On 22 February 2017, Rimbunan Sawit Berhad (“RSB”) and its subsidiary had entered into agreements (collectively referred to as “Agreements”) as set out as following: |   |   |
|---|---|---|
| <b>Proposal</b>   | <b>Status</b>   | <b>Status</b>                                       |
| (i) Simunjan Agreement  | Conditional Sale and Purchase Agreement between RSB (“Vendor”) and Tiasa Mesra Sdn Bhd (“Buyer”) for the proposed disposal of the License Rights via an absolute assignment, development costs, biological assets, commercial rights and all the fixtures and fittings for a cash consideration of RM 150.0 million   | Completed on 25 October 2018                        |
| (ii) Lundu Mill Agreement   | Conditional Sale and Purchase Agreement between RSB Lundu Palm Oil Mill Sdn Bhd (“Company or Buyer”) and R H Lundu Palm Oil Mill Sdn Bhd (“R H Lundu or Vendor”) for the proposed acquisition of a parcel of Lundu Land with approximately 67.5 ha and together with the Lundu Oil Mill comprising workers’ quarters; and Plantation assets for a total cash consideration of RM 33.7 million   | Refer Approvals/ Status Completed on 03 August 2021 |
| (iii) Sastat Agreement  | Conditional Share Sale Agreement for the proposed acquisition of entire SHSB Shares, for a total cash consideration of RM 17.0 million  | Completed on 27 November 2018                       |
| <b>Advisers</b>   | Maybank Investment Bank Berhad & Mercury Securities Sdn Bhd   |   |
| <b>Approvals / Status (Lundu Mill Agreement)</b>  |   |   |
| (i)   | The completion of the subdivision of the Parent Lot 248 culminating in the issuance of a separate document of title to the Lundu Land with a term of lease of 60 years from the date of registration of the provisional lease of the Parent Lot 248 by the Lands and Surveys Kuching Division. The Director of Lands and Surveys Kuching Division’s consent for the transfer of the Lundu Land to RSB Lundu. The Superintendent of Land and Survey’ consent in writing for the transfer of the Lundu Land to RSB Lundu in accordance with Section 31 of the Sarawak Land Code; and completion of Simunjan Agreement.  |   |
| (ii)  | On 20 February 2019, RSB Lundu has settled the Partial Balance Sum to RH Lundu to complete the acquisition of the Lundu Oil Mill (including the workers’ quarters) and the Plantation Assets (“Partial Completion Date”). As such, the Lundu Land is the remaining asset to be completed under the Lundu Acquisition SPA, which is to be fulfilled by RH Lundu within 18 months from the Partial Completion Date or such other extended period as RH Lundu and RSB Lundu may mutually agree upon.   |   |
| (iii)   | On 18 <sup>th</sup> August 2020, RSB Lundu acquisition SPA have mutually agreed to extend a period of another eighteen (18) months from 18 August 2020 until 18 February 2022 to fulfill the Conditions Subsequent.   |   |
| (iv)  | On 5 February 2021, R H Lundu had received the title to the Lundu Land (“Subdivided Title”) with a term lease of 60 years from 30 January 2004, being the date of registration of the provisional lease of the Parent Lot 248, the issuance of which is by the Lands and Surveys Kuching Division (“Subdivision”). The land size set out in the Subdivided Title is 68.6 hectares, representing an increase of 1.1 hectare or approximately 1.6% as compared to the size of the Parent Lot 248 stated in the Lundu Acquisition SPA. Such increase in size is meant to include the access road to the plantation estate. The Subdivision of Parent Lot 248 is completed. Currently, palm oil mill is pending the written consent from the Director of Lands and Surveys and the Superintendent of Lands and Surveys respectively for the transfer of the Lundu Land. Notwithstanding the above, the Lundu Acquisition SPA is subject to two Conditions Subsequent which remain to be fulfilled by RH Lundu within 18 months from 19 August 2020 until 18 February 2022 or such other extended period as R H Lundu and RSB Lundu may mutually agree upon. |   |



**RIMBUNAN SAWIT BERHAD**

[Registration No: 200501014346(691393-U)]

North Wing, Menara Rimbunan Hijau, 101, Pusat Suria Permata, Jalan Upper Lanang, 96000 Sibul, Sarawak, Malaysia

Telephone No.: 084-218555 Facsimile No.: 084-219555 Email: rsb@rsb.com.my

**Part B – Explanatory Notes Pursuant to Appendix 9B of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad (Cont'd)**

**B6 Corporate Proposals Pending Completion and Status of Utilisation of Proceeds Raised from Corporate Proposals (Cont'd)**

| <b>Approvals / Status (Lundu Mill Agreement) (Cont'd)</b>                |  |                               |                             |                     |           |   |
|--|--|-------------------------------|-----------------------------|---------------------|-----------|---|
| (v)  | On 6 May 2021, the application for consent to transfer Lot 306 by RH Lundu to RSB Lundu has been approved by the Director of Lands and Surveys Department, Kuching division. Fulfilment of the remaining Conditions Subsequent (c) and (d) set out in clause 4.1 of the Supplemental Agreement dated 21 December 2018 (originally contained in clause 3.1(c) and (d) of the principal Sale and Purchase Agreement dated 22 February 2017) on 17 May 2021 and that parties are to proceed to the final completion of the sale and purchase transaction of the within two (2) months from 17 May 2021. |                               |                             |                     |           |   |
| (vi)   | On 21 July 2021, the notice of assessment has finally been issued by IRB (Stamp Duty Unit). The stamp duty has been paid and arrange to submit the stamped Memorandum of Transfer for registration at the Land and Survey Department, Kuching. Once the Memorandum of Transfer has been registered, final completion of the Lundu Acquisition will be announced on Bursa.  |                               |                             |                     |           |   |
| (vii)  | On 2 August 2021, the transfer of ownership of Lot 306 Block 4 Stungkor Land District by RH Lundu POM to RSB Lundu POM has been successfully completed pursuant to the acceptance of the Memorandum of Transfer for registration, and the issuance of the Form L by the Registrar of Land and Survey Department, Kuching. The instrument number allocated for registration of the Memorandum of Transfer is L.12592/2021.  |                               |                             |                     |           |   |
| (viii)   | On 3 August 2021, the Director's Consent and the Superintendent's Consent where both are the remaining two Conditions Subsequent set out in the Supplemental SPA for the Lundu Acquisition, Lot 306 Block 4 Stungkor Land District has been transferred to RSB Lundu and RSB Lundu has paid the Final Balance Sum to R H Lundu to complete the Lundu Acquisition and accordingly, the SPA in relation to the Lundu Acquisition has been completed. An announcement was made on 3 August 2021.  |                               |                             |                     |           |   |
| <b>Status of Utilisation of Proceeds Raised from Corporate Proposals</b> |  |                               |                             |                     |           |   |
| No.  | Purpose  | Proposed Utilisation (RM'mil) | Actual Utilisation (RM'mil) | Intended Time-frame | Deviation |   |
|  |  |                               |                             |                     | RM'mil    | % |
| 1  | Lundu Acquisition (quarters, oil mill and plantation assets)   | 31.2                          | 31.2                        | August 2020         | -         | - |
| 2  | Lundu Acquisition (Land Lot 248)   | 2.5                           | 2.5                         | February 2022       | -         | - |
| 3  | Sastat Holdings Sdn Bhd Acquisition  | 17.0                          | 17.0                        | November 2018       | -         | - |
| 4  | Repayment of Simunjan Credit Facilities  | 58.0                          | 58.0                        | October 2018        | -         | - |
| 5  | Repayment of advance   | 23.0                          | 23.0                        | December 2020       | -         | - |
| 6  | Working capital and defray expenses relating to Corporate Proposals  | 18.3                          | 18.3                        | December 2019       | -         | - |
|  | <b>Total</b>   | <b>150.0</b>                  | <b>150.0</b>                |                     | -         | - |

Save as disclosed above, there were no corporate proposals announced but not completed as at 17 November 2021, being the latest practicable date.

**Part B – Explanatory Notes Pursuant to Appendix 9B of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad (Cont'd)**

**B7 Group Borrowings**

|                         | As at 30.09.2021 (RM'000) |                |                | As at 31.12.2020 (RM'000) |                |                |
|-------------------------|---------------------------|----------------|----------------|---------------------------|----------------|----------------|
|                         | Short-term                | Long-term      | Total          | Short-term                | Long-term      | Total          |
| <b>Secured:-</b>        |                           |                |                |                           |                |                |
| Bank overdrafts         | 850                       | -              | <b>850</b>     | 430                       | -              | <b>430</b>     |
| Bankers' acceptance     | 15,451                    | -              | <b>15,451</b>  | 16,458                    | -              | <b>16,458</b>  |
| Lease liabilities       | 889                       | 6,100          | <b>6,989</b>   | 5,622                     | 2,410          | <b>8,032</b>   |
| Revolving credit        | 131,719                   | -              | <b>131,719</b> | 128,607                   | -              | <b>128,607</b> |
| Term loans              | 14,942                    | 168,577        | <b>183,519</b> | 25,543                    | 175,405        | <b>200,948</b> |
| Loans                   | 170                       | 20,730         | <b>20,900</b>  | 120                       | 20,880         | <b>21,000</b>  |
|                         | 164,021                   | 195,407        | <b>359,428</b> | 176,780                   | 198,695        | <b>375,475</b> |
| <b>Unsecured:-</b>      |                           |                |                |                           |                |                |
| Bank overdrafts         | 2,059                     | -              | <b>2,059</b>   | 1,418                     | -              | <b>1,418</b>   |
| Bankers' acceptance     | 8,560                     | -              | <b>8,560</b>   | 9,450                     | -              | <b>9,450</b>   |
| Loans                   | 4,700                     | 1,820          | <b>6,520</b>   | 5,150                     | 1,820          | <b>6,970</b>   |
| Revolving credit        | 16,000                    | -              | <b>16,000</b>  | 16,450                    | -              | <b>16,450</b>  |
|                         | 31,319                    | 1,820          | <b>33,139</b>  | 32,468                    | 1,820          | <b>34,288</b>  |
| <b>Total Borrowings</b> | <b>195,340</b>            | <b>197,227</b> | <b>392,567</b> | <b>209,248</b>            | <b>200,515</b> | <b>409,763</b> |

- a) The bank overdraft is bearing interest ranging from 5.9% to 7% per annum.  
b) The bankers' acceptance and revolving credit bore interest ranging from 3% to 5.50% per annum.  
c) The term loans bore interest ranging from 2.40% to 4.30% per annum.

**RIMBUNAN SAWIT BERHAD**

[Registration No: 200501014346(691393-U)]

North Wing, Menara Rimbunan Hijau, 101, Pusat Suria Permata, Jalan Upper Lanang, 96000 Sibul, Sarawak, Malaysia

Telephone No.: 084-218555 Facsimile No.: 084-219555 Email: rsb@rsb.com.my

---

**Part B – Explanatory Notes Pursuant to Appendix 9B of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad (Cont'd)**

---

**B8 Material Litigation**

The Group has no outstanding material litigation which might materially and adversely affect the position or business of the Group as at 17 November 2021 being the latest practicable date.

**B9 Dividends**

No interim dividend has been declared for the period ending 30 September 2021.

**B10 Profit / (Loss) Per Share**

|  | Individual Quarter<br>3 Months Ended |            | Cumulative Quarter<br>9 Months Ended |            |
|--|--------------------------------------|------------|--------------------------------------|------------|
|  | 30.09.2021                           | 30.09.2020 | 30.09.2021                           | 30.09.2020 |
| Profit/ (Loss) attributable to the Company (RM'000)        | 6,679                                | (2,025)    | (3,924)                              | (7,726)    |
| Weighted average number of ordinary shares ('000):-        |                                      |            |                                      |            |
| Issued ordinary shares at 1 January                        | 2,041,722                            | 1,418,487  | 2,041,722                            | 1,418,487  |
| Effect of conversion of ICPS                               | -                                    | -          | -                                    | -          |
| Conversion of ICPS during the year                         | -                                    | 623,235    | -                                    | 623,235    |
| Weighted average number of ordinary shares at 30 September | 2,041,722                            | 2,041,722  | 2,041,722                            | 2,041,722  |
| Basic profit/ (loss) per share (sen)                       | 0.33                                 | (0.10)     | (0.19)                               | (0.38)     |

The diluted earnings per share was not applicable as there were no dilutive potential ordinary shares outstanding at the end of the reporting period.

**B11 Audit Report of the Preceding Annual Financial Statements**

The auditors' report on the financial statements for the financial year ended 31 December 2020 was not subject to any qualification.





**RIMBUNAN SAWIT BERHAD**

[Registration No: 200501014346(691393-U)]

North Wing, Menara Rimbunan Hijau, 101, Pusat Suria Permata, Jalan Upper Lanang, 96000 Sibul, Sarawak, Malaysia

Telephone No.: 084-218555 Facsimile No.: 084-219555 Email: rsb@rsb.com.my

**Part B – Explanatory Notes Pursuant to Appendix 9B of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad (Cont'd)**

**B12 Profit / (Loss) Before Taxation**

Profit / (Loss) before taxation is arrived at after charging/(crediting):-

|  | Individual Quarter<br>3 Months Ended |                      | Cumulative Quarter<br>9 Months Ended |                      |
|--|--------------------------------------|----------------------|--------------------------------------|----------------------|
|  | 30.09.2021<br>RM'000                 | 30.09.2020<br>RM'000 | 30.09.2021<br>RM'000                 | 30.09.2020<br>RM'000 |
| Allowance for stock obsolescence no longer required        | (3)                                  | (3)                  | (8)                                  | (6)                  |
| Amortisation of intangible assets                          | 27                                   | 73                   | 174                                  | 218                  |
| Bad debts written off                                      | (1)                                  | -                    | 23                                   | 42                   |
| Biological assets written off                              | -                                    | -                    | 253                                  | -                    |
| Changes in fair value of other investment                  | -                                    | -                    | -                                    | (4,982)              |
| Changes in fair value of biological assets                 | (850)                                | (1,883)              | (2,788)                              | (1,142)              |
| Depreciation of property, plant and equipment              | 13,279                               | 17,949               | 40,279                               | 51,474               |
| Directors' remuneration                                    | 98                                   | 302                  | 372                                  | 442                  |
| Finance costs  | 2,936                                | 3,283                | 9,779                                | 13,061               |
| Gain on derecognition of lease liabilities                 | -                                    | -                    | (15)                                 | -                    |
| Loss / (Gain) on disposal of property, plant and equipment | -                                    | 297                  | (8)                                  | (4,609)              |
| Interest income  | (5)                                  | (7)                  | (9)                                  | (8)                  |
| Property, plant and equipment written off                  | 3                                    | 59                   | 448                                  | 199                  |
| Rental income  | (30)                                 | (10)                 | (82)                                 | (28)                 |
| Rental on equipment  | 10                                   | 1                    | 23                                   | 106                  |
| Rental on premises   | 21                                   | 373                  | 416                                  | 1,119                |
| Staff costs:-  |                                      |                      |                                      |                      |
| - short-term employee benefits                             | 6,615                                | 6,946                | 20,801                               | 20,829               |
| - defined contribution plan                                | 701                                  | 723                  | 2,247                                | 2,232                |



**RIMBUNAN SAWIT BERHAD**

[Registration No: 200501014346(691393-U)]

North Wing, Menara Rimbunan Hijau, 101, Pusat Suria Permata, Jalan Upper Lanang, 96000 Sibul, Sarawak, Malaysia

Telephone No.: 084-218555 Facsimile No.: 084-219555 Email: rsb@rsb.com.my

---

**Part B – Explanatory Notes Pursuant to Appendix 9B of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad (Cont'd)**

---

**B13 Derivatives**

(a) Nature of outstanding derivatives

There were no outstanding derivatives as at the end of the reporting period.

(b) Risks and Policies of Derivatives

The Group did not enter into any derivatives during the 9-month period ended 30 September 2021.

(c) Gains/losses Arising from Fair Value Changes of Financial Liabilities

The Group did not have any financial liabilities measured at fair value through profit or loss as at 30 September 2021 and 31 December 2020.

**B14 Authorisation for Issue**

The interim financial statements were authorised for issue by the Board of Directors in accordance with a resolution of the Directors dated 23 November 2021.