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The detailed analysis of the results for the year is presented on pages 32 to 36 of this Annual Report.

In August 2018, we announced that Mahkamah Agung Republik Indonesia, the country's apex court, has allowed our subsidiary PT Nunukan Jaya Lestari's ("PTNJL") appeal and ruled that the Ministerial Order revoking PTNJL's Hak Guna Usaha be annulled. Accordingly, the reversal of impairment loss of RM23.63 million referred to above were recognised during the year.

Subsequently in February 2019, we had also announced that the defendant, i.e. the Menteri Agraria dan Tata Ruang/Kepala Badan Pertahanan Nasional Republik Indonesia had filed an application and memorandum to the court seeking judicial review of the Mahkamah Agung's decision; on grounds that the court had among others misapplied the law to the relevant facts in arriving at the decision. In response, PTNJL filed its counter-memorandum on 18 March 2019. Our Indonesian solicitors have advised that based on normal timelines for judicial review, we could expect the decision to be



made in six to twelve months from the date the counter-memorandum was filed. Commencement of the judicial review proceedings does not however, prevent the implementation of the Mahkamah Agung's written decision as aforesaid.

An important focus area during FYE2019 for our plantation division has been the planting and development of the Group's greenfield assets, currently at different stages of development, following acquisitions made by the Group in prior years. Regrettably, there had been several more incidences of elephant encroachments at our estates resulting in damage to quite a number of our young palms which have to be replaced and this in turn will cause delays before the new palms can be harvested. Attention

was also given to improve yields and agronomic standards of our estates and establishing permanent and comfortable housing for estate workers. On a separate note, I am happy to report that all our estates have been recommended to receive the Malaysian Sustainability Palm Oil accreditations.

Meanwhile, our bulking division has commenced construction of new tanks at their terminal in Port Klang that will increase the terminal's storage capacity for edible oils. The expansion has several value-added benefits and is in line with the Group's growth strategy as it not only optimizes the terminal's land usage but also expands the division's product offerings and help grow market share over the long term.