

Notes to the **Financial Statements**

As at 31 March 2019

**15. BIOLOGICAL ASSETS**

	<b>Group</b>	
	<b>2019</b>	<b>2018</b>
	<b>RM'000</b>	<b>RM'000</b>
At 1 April 2018/2017	5,102	6,289
Fair value changes recognised in profit or loss	(744)	(802)
Exchange differences	146	(385)
At 31 March	4,504	5,102

Biological assets represents the fresh fruit bunches ("FFB") of up to 15 days prior to harvest for use in the Group's palm product operations. During the financial year ended 31 March 2019, the Group harvested approximately 198,910 metric tonnes ("MT") of FFB (2018: 198,644 MT). The quantity of unharvested FFB of the Group as at 31 March 2019 included in the fair valuation of FFB was 7,286 MT (2017: 7,316 MT).

In arriving at the fair value, the Group adopted the income approach which considers the net present value of all directly attributable cash inflows, cash outflows and imputed contributory asset charges where no actual cash flows associated with the use of assets essential to the agricultural activity. Changes to the assumed prices of the FFB and tonnage included in the valuation will have a direct effect on the reported valuation.

The Groups biological assets computation is a Level 3 fair value estimation.

If the selling prices of FFB or tonnage changed by 10%, the Group's fair value changes in FFB would have increased or decreased by approximately RM275,000 (2018: RM436,000).

**16. INVESTMENT IN SUBSIDIARIES**

	<b>Company</b>	
	<b>2019</b>	<b>2018</b>
	<b>RM'000</b>	<b>RM'000</b>
Unquoted ordinary shares, at cost		
In Malaysia	160,913	160,912
Outside Malaysia	44,415	44,415
	205,328	205,327
Advances to subsidiaries	14,399	-
	219,727	205,327
Less: Accumulated impairment losses		
in Malaysia	(21,855)	(16,669)
	197,872	188,658

Details of the subsidiaries are described in Note 41.